

FAIRCHILD'S
TEXTILE &
APPAREL
FINANCIAL
DIRECTORY
1988



FAIRCHILD'S TEXTILE & APPAREL FINANCIAL DIRECTORY 1988

15th Annual Edition

BOOK DIVISION
FAIRCHILD PUBLICATIONS
NEW YORK

**Copyright © 1988
Fairchild Publications, a Division
of Capital Cities Media, Inc.**

Fairchild's Textile & Apparel Financial Directory is transmitted at the request of the addressee and solely for the statistical information of the latter. It is not a representation, prospectus or circular in respect of any stock or security of any corporation and is not transmitted in connection with any sale or offer to sell or buy any stock or security now or henceforth to be issued. No person is authorized by Fairchild Publications to give any information or to make any representation in connection with the matter contained herein.

While the figures contained herein are not guaranteed, they have been obtained from sources believed reliable. Where omissions appear, such figures were not contained in information furnished to Fairchild Publications.

Editor's Note: In order to present a clearer picture of a company's involvement in the Textile & Apparel fields, we have, in some cases, included only those divisions and subsidiaries related to Textile & Apparel.

Robert Benjamin
Chief Research Editor

Arlene Bienenfeld
Robert Egan
Associate Editors

Standard Book Number 87005-804-2

Printed in the United States of America

GENERAL TRENDS

Trends which developed in 1987 affecting the domestic textile/apparel industry continued on into 1988. A major concern was softening the demand of apparel, which started in mid-1987. In response to this, as well as other contributing factors, imports of textile/apparel products declined or registered little or no growth, while exports by domestic producers gained.

According to the American Textile Manufacturers Institute (ATMI), the trade balance between textiles and apparel imports and exports closed to \$2.413 billion in July 1988, down 9.3 percent from a gap of \$2.661 billion in July 1987. The Department of Commerce reported the quantity of textile imports dropped 10.2 percent in the first seven months of 1988 compared with the same 1987 period, while total imports of apparel items were down 9.6 percent in the first seven months.

A sharp rise in exports of fiber—mainly cotton—to virtually all markets is a major factor in the improved trade balance. Total fiber exports increased by 69 percent in value to \$1.0 billion in the first quarter of 1988 over the value in the corresponding period of 1987. Fiber imports in the period were up 45 percent, to reach a value of \$185 million in the first quarter, with most of the gain reflecting the higher prices for Australian wool.

The growth of U.S. textile exports—up 25 percent in value in the first quarter of 1988—was a result of the devaluation of the U.S. dollar relative to the major currencies, which made U.S. goods more competitive abroad, and of spot purchases by Mexico and China. U.S. exports of apparel also grew compared with 1987 levels due to the relatively low value of the dollar, as well as the implementation of 807 Tariff Schedule trade, slowing the growth in the U.S. trade deficit in apparel, which had reached a high of \$19.2 billion in 1987.

Slightly more than half of the exports of apparel in the first quarter of 1988 consisted of garment parts of assembly in Mexico and the Caribbean Basin and subsequently returned to the U.S. as finished garments (to be counted in imports), with duty paid only on the value added abroad under the terms of the 807 Tariff Schedule.

In addition to a sluggish U.S. apparel market, weakness in imports is attributable to higher prices due to a weaker dollar, rising production costs abroad, and tighter U.S. quotas. Growth in shipments from the Big Three (Hong Kong, Taiwan, and Korea) is currently limited to an average of 1 percent annually, under bilateral textile agreements effective in 1986. A 1988 agreement with China limits its shipments to about 3 percent average annual growth.

The tight quotas on major suppliers have spurred new and smaller suppliers, particularly Asian countries to enter or sharply expand their shipments to the U.S. market. In another development, manufacturers from the Big Three are moving production to Mexico and the Caribbean Basin to take advantage of low labor costs and the benefits of the U.S. 807 tariff provision. These developments have kept the issue of sharper controls on textile/apparel imports, and a bill is currently under consideration in Congress which would restrict the overall growth of textile and apparel imports to 1 percent a year.

Measurements of the volume of production in the U.S. textile/apparel industries, provided by Federal Reserve Board indexes, and production worker employment levels, reported by the Bureau of Labor Statistics, shows gains made in the year 1987 and as of the first half of 1988, although not all segments registered improvement. Employment levels are far below historic highs.

On a seasonally adjusted basis, total textile mill employment in the second quarter of 1988 (727,000) was up 0.8 percent over the second quarter 1987 (715,000) but down 18 percent compared with the 887,000 reported in the second quarter of 1979.

Production worker employment, seasonally adjusted, in the 1988 second quarter (1,099,000) was up 0.4 percent over the level in the same 1987 period, but 16.3 percent below the comparable 1979 total.

TRENDS IN THE VALUE OF TEXTILE & APPAREL INDUSTRY SHIPMENTS VALUED IN CONSTANT 1982 DOLLARS

Industry Segments	Percent Change			
	Compound Annual Change		Annual Change	
	1972-85	1980-85	1985-86(e)	1986-87(e)
Manmade fiber mills	+ 3.5%	- 1.2%	+ 2.8%	+ 7.7%
Textile mill products industry*	+ 0.2	- 0.3	+ 1.2	+ 2.5
Yarn mills, except wool	+ 0.6	+ 1.4	+ 13.9	+ 11.6
Wool yarn mills	- 3.7	- 1.9	+ 13.2	+ 4.0
Knit fabric mills	- 2.4	- 6.0	+ 4.0	+ 4.9
Weaving mills, total	- 0.8	- 3.0	+ 3.3	+ 1.3
Cotton fabrics	- 3.4	- 6.6	+ 12.2	+ 9.8
Manmade fiber fabrics	+ 0.6	- 1.6	+ 0.7	- 2.9
Wool fabrics (incl. finishing)	+ 0.6	+ 3.4	+ 0.7	- 2.0
Floor covering mills	+ 3.1	+ 3.7	+ 7.6	+ 7.8
Apparel & other fabricated textile products	+ 1.0	+ 1.1	+ 1.3	+ 1.8
Men's & boys' outerwear, nightwear	- 1.1	- 0.4	- 0.4	+ 2.0
Suits, coats	- 3.1	- 1.5	+ 0.3	- 1.8
Shirts & nightwear	- 1.0	- 1.2	- 3.4	+ 4.8
Trousers	- 3.1	- 1.0	+ 0.6	+ 1.6
Work clothes	+ 1.9	+ 1.2	+ 1.0	+ 2.6
Women's outerwear	+ 1.4	+ 0.9	- 3.7	+ 3.0
Blouses	+ 3.2	+ 0.5	- 4.3	+ 3.6
Dresses	- 0.4	+ 1.6	- 7.1	+ 2.2
Suits, coats	+ 3.0	+ 0.2	+ 1.6	+ 3.7
Children's, infants' outerwear	+ 4.0	+ 4.3	+ 2.7	+ 4.0
Dresses, blouses	+ 5.2	+ 5.5	+ 5.1	+ 5.0
Coats, suits	- 2.0	- 3.9	- 19.3	- 7.7

(e) estimated

* Includes industry segments not separately listed such as finishing plants, hosiery mills, etc.

Source: U.S. Department of Commerce: 1988 U.S. Industrial Outlook.

THE VALUE OF TEXTILE INDUSTRY SHIPMENTS IN CURRENT DOLLARS: 1982, 1985-1987 & FIRST HALF 1987, 1988 (Millions of dollars)

	First Half			1987	1986	1985	1982
	1988	1987	% Change				
Textile mill products industry	\$29,151	\$27,863	+ 4.6%	\$57,481	\$55,349	\$53,277	\$47,515
Fabrics, yarns, threads, etc.*	18,171	17,062	+ 6.5	35,680	34,474	33,433	30,719

* Knitting mills and floor covering mills are not included. Note: Comparable figures on apparel are not available.

Source: U.S. Department of Commerce: Current Industrial Reports, M3-1-(88) *Manufacturers' Shipments, Inventories, and Orders*.

**THE VALUE OF TEXTILE & APPAREL INDUSTRY SHIPMENTS
BY INDUSTRY SEGMENT: 1982, 1985, 1986
(Millions of current dollars)**

	<u>1986</u>	<u>1985</u>	<u>1982</u>
Textile mill products industry	\$55,349	\$53,277	\$47,515
Weaving mills	12,676	14,322	13,778
Knitting mills	12,203	11,783	10,986
Finishing mills	5,914	5,601	4,972
Floor covering mills	8,672	8,060	5,808
Yarn & thread mills	8,404	8,019	7,036
Misc. textile goods	5,481	5,491	4,935
Apparel & other fabricated textile products	57,919	56,993	53,388
Men's & boys' wear n.e.c.	16,939	16,390	15,789
Women's outerwear	18,115	17,488	18,224
Women's & children's underwear n.e.c.	3,533	3,490	3,323
Hats, caps millinery	604	595	522
Children's outerwear	2,725	2,741	2,711
Fur goods	360	384	419
Misc. apparel, accessories	2,000	2,053	2,118
Other fabricated textiles (home textiles, industrial textiles, etc.) .	13,642	13,351	10,281

Source: U.S. Department of Commerce: Annual Survey of Manufactures; 1982 Census of Manufactures.

**PRODUCER (FACTORY) PRICES INDEXES:
AVERAGE, JUNE 1988/JUNE 1987
(1982 = 100 unless otherwise noted)**

<u>Selected products:</u>	<u>June 1988 (p)</u>	<u>% Change 1988/87</u>	<u>Annual Average 1987</u>
Textile products & apparel	109.3	+4.3%	105.1
Manmade fibers	96.8	+6.4	91.8
Processed yarns & threads	108.0	+4.4	103.8
Finished fabrics	109.7	+5.5	104.2
Broadwovens	110.8	+6.0	104.8
Knits	104.8	+2.6	101.9
Narrow fabrics	101.6	+1.0	100.7
Nonwovens & felt goods	119.8	+9.1	109.8
Apparel & other fabricated textiles	110.4	+3.2	107.3
Apparel	111.7	+3.3	108.4
Women's	111.8	+4.2	108.6
Men's & boys'	112.4	+4.2	108.6
Misc. apparel & accessories (Dec. '83 = 100)	109.5	-0.3	108.7
Home textiles	104.7	+2.7	101.4
Fabricated products, n.e.c.	107.9	+2.8	105.8
Misc. textile products & services (June '85 = 100)	105.0	+7.0	98.7

(p) preliminary.

n.e.c.—not elsewhere classified.

Source: U.S. Department of Labor, Bureau of Labor Statistics.

**PRODUCTION WORKER EMPLOYMENT IN U.S. FIBER & TEXTILE MILLS: 1985-1987
ANNUAL AVERAGES & JUNE 1987, 1988
(Numbers in thousands)**

	June			Annual Average			% Change 1987/86
	1988	1987	% Change	1987	1986 (r)	1985 (r)	
Fibers, organic, noncellulosic	45.6	38.7	+ 17.8%	42.5	45.5	46.9	- 6.4%
Textile mill products	633.4	631.9	+ 0.2	633.9	610.2	606.5	+ 3.9
Weaving mills:							
Cotton	90.3	90.5	- 0.2	97.3	91.5	94.9	+ 6.3
Manmade fiber	81.9	77.5	+ 5.7	78.1	74.5	80.0	+ 4.8
Wool (incl. finishing)	16.1	15.2	+ 5.9	14.8	14.8	14.7	- 0-
Narrow fabric mills	21.1	20.1	+ 5.0	19.9	19.0	18.5	+ 4.7
Knitting mills							
(incl. hosiery)	185.2	189.9	- 2.5	183.9	179.8	172.3	+ 2.3
Textile finishing,							
except wool	48.7	50.6	- 2.6	50.9	49.9	49.1	+ 2.0
Floor covering mills	47.4	46.7	+ 1.5	47.9	45.8	44.2	+ 4.6
Yarn & thread mills	100.0	99.6	+ 0.4	97.5	92.6	89.6	+ 5.3
Misc. textile goods	42.7	41.8	+ 2.1	43.6	42.5	43.2	+ 2.6
Apparel & other							
textile products	931.6	932.9	+ 0.1	934.8	930.9	944.7	+ 0.4
Apparel	nr	nr	—	776.4	779.2	794.1	- 0.4
Selected industry components:							
Men's/boys' suits, coats ...	50.6	49.8	+ 0.8	49.4	51.2	55.2	- 3.5
Men's/boys' furnishings ...	271.6	266.3	+ 2.0	271.5	266.7	269.8	+ 1.8
Women's outerwear	292.7	299.8	- 2.4	297.5	296.9	302.0	+ 0.2
Women's/children's							
innerwear	59.0	60.1	- 1.8	60.3	64.0	64.7	- 5.8
Children's outerwear	48.3	50.4	- 4.2	48.2	51.0	50.8	- 5.5
Misc. apparel & access. ...	35.3	35.5	- 0.6	34.7	34.6	36.1	+ 0.3
Misc. fabricated							
textile products	159.9	156.5	+ 2.2	158.4	151.7	150.6	+ 4.4

(r) revised. nr—not reported.

Source: U.S. Department of Labor, Bureau of Labor Statistics.

**INDEXES OF VOLUME OF PRODUCTION IN TEXTILE & APPAREL INDUSTRIES
(1977 Annual average = 100)**

	June 1988*	1987 (p)	1986 (r)	1985 (r)	% Change	
					1987/86	Month of June 1988/87
Total industrial production,						
all products	136.6	129.8	125.1	123.7	+ 3.8%	+ 5.4%
Consumer goods, total	133.0	127.8	124.0	119.8	+ 3.1	+ 4.6
Manmade fibers	107.4	104.3	98.5	95.3	+ 5.9	+ 0.5
Textile mill products	115.9	115.9	109.2	102.2	+ 6.1	- 1.1
Fabrics	102.3	106.8	100.6	95.0	+ 6.2	- 3.4
Cotton	116.8	129.5	112.5	101.6	+ 15.1	- 9.3
Manmade fiber	92.2	93.3	91.7	91.7	+ 1.7	+ 0.4
Knit goods	110.7	110.6	105.6	100.6	+ 4.7	+ 1.0
Hosiery	155.1**	155.4	151.8	143.3	+ 2.4	- 3.2**
Knit wear	102.3	97.8	92.3	88.4	+ 6.0	+ 2.4
Fabric finishing	nr	132.2	91.1	86.7	+ 45.1	—
Floor covering	158.2	157.1	151.5	139.8	+ 3.7	+ 0.7
Yarns & misc. textiles ..	125.4	127.8	114.6	104.5	+ 11.5	- 9.1
Apparel & other						
textile products	108.6**	107.4	103.1	100.4	+ 4.2	+ 2.1

(p) preliminary.

(r) revised

nr—not reported.

* June indexes are seasonally adjusted.

** Month of May, seasonally adjusted.

Source: Board of Governors of the Federal Reserve System, *Industrial Production* (G.12.3).

FOREIGN TRADE

TRADE BALANCES: EXCESS OF GENERAL IMPORTS (C.I.F. VALUE) OVER DOMESTIC EXPORTS (F.A.S. VALUE): 1986, 1987 (Millions of dollars)

	<u>1987</u>	<u>1986</u>	<u>% Change</u>
Textile mill products	+ \$ 3,149.8	+ \$ 2,827.0	+ 11.4%
Apparel & related products	+ 21,634.6	+ 18,387.6	+ 17.6

VALUE OF IMPORTS FOR CONSUMPTION & OF U.S. EXPORTS: 1985-1987 (Millions of dollars)

	<u>Imports (C.I.F. Value)*</u>			<u>Exports (F.A.S. Value)**</u>		
	<u>1987</u>	<u>1986</u>	<u>1985</u>	<u>1987</u>	<u>1986</u>	<u>1985</u>
Textile mill products	\$ 4,989.9	\$ 4,410.1	\$ 3,885.9	\$1,890.8	\$1,652.8	\$1,461.5
Apparel & related products	23,058.8	19,510.1	16,896.9	1,517.6	1,213.0	1,018.7

* C.I.F. value of imports includes the price paid (or payable) for merchandise plus freight, insurance, and other charges incurred in bringing the merchandise to the first port of arrival in the U.S. Duties are not included.

** F.A.S. (free alongside ship) value of exports is the value at the U.S. port of export, based on transaction price plus freight, insurance, and other charges involved in bringing the merchandise to the carrier at U.S. port of exportation.

Note: General imports (covered in the 1st table) include goods imported for immediate consumption or use in the U.S., plus entries into bonded warehouses and into U.S. Foreign Trade Zones.

Imports for consumption are a combination of entries for immediate consumption, withdrawals from Customs bonded warehouses for consumption, and entries of merchandise into U.S. Customs territory from U.S. Foreign Trade Zones, thus generally reflecting the total of the commodities entered into U.S. consumption channels.

Source: U.S. Department of Commerce, Bureau of the Census: Highlights of the U.S. Export and Import Trade (FT 990/December 1987).

U.S. IMPORTS FOR CONSUMPTION & EXPORTS OF SELECTED TEXTILE & APPAREL
(Quantity in thousands of pounds except where noted; value in thousands of dollars)

Selected Products	Jan.-Mar. 1988	% Change Over Jan.-Mar. 1987	Annual Totals		% Change 1987/86
			1987	1986	
Raw fibers:					
Cotton					
Imports:					
Quantity	263	- 52%	1,132	3,379	- 66%
Value:	168	- 55	703	1,832	- 62
Exports:					
Quantity	1,047,391	34	2,898,910	1,449,291	100
Value	744,596	100	1,630,783	773,341	111
Wool & fine animal hair					
Imports:					
Quantity	34,074	26	108,023	96,587	12
Value	99,863	104	219,513	164,628	33
Exports:					
Quantity	4,363	36	15,094	15,551	- 3
Value	10,654	2	47,026	53,668	- 12
Manmade fibers					
Imports:					
Quantity	55,532	- 5	234,450	226,185	4
Value	67,246	9	252,478	240,458	5
Exports:					
Value	223,128	19	728,537	606,292	20
Textile fibers processed, but not woven or knit (yarns, etc.)					
Imports:					
Quantity	86,515	- 7	393,073	390,299	1
Value	138,993	2	585,632	548,670	7
Exports:					
Quantity	106,575	35	337,607	346,516	- 3
Value	175,551	42	553,464	483,603	14
Broadwoven fabrics:					
Imports:					
Quantity (thous. sq. yds.) ..	671,032	- 24	3,370,037	3,263,541	3
Value	628,919	- 5	2,759,333	2,434,081	13
Exports:					
Quantity (thous. sq. yds.) ..	115,771	11	436,063	422,274	3
Value	223,623	16	803,937	731,082	10
Knit fabrics					
Imports:					
Quantity	4,054	80	13,591	10,856	25
Value	18,173	57	70,116	53,610	31
Exports:					
Quantity	2,862	- 12	12,646	11,251	12
Value	11,408	- 9	46,546	46,412	—
Narrow fabrics					
Imports:					
Quantity	3,696	4	14,303	15,393	- 7
Value	15,658	18	58,702	56,772	3
Exports:					
Quantity	17,769	41	55,459	45,376	22
Value	27,242	16	95,083	85,342	11

(continued)

U.S. IMPORTS FOR CONSUMPTION & EXPORTS OF SELECTED TEXTILE & APPAREL

(Continued)

(Quantity in thousands of pounds except where noted; value in thousands of dollars)

Selected Products	Jan.-Mar. 1988	% Change Over Jan.-Mar. 1987	Annual Totals		% Change 1987/86
			1987	1986	
Home textiles					
Imports:					
Value	342,939	5%	1,391,124	1,249,058	11%
Exports:					
Value	94,418	44	315,014	270,115	17
Apparel & accessories, incl. leather, fur, down, plastic					
Imports:					
Value	5,003,174	7	20,339,899	17,150,361	19
Exports:					
Value	329,039	39	1,143,767	878,713	30
Sweaters					
Imports:					
Quantity (thous. doz.) ..	3,166	- 39	28,147	29,481	- 4
Value	296,217	- 31	2,761,174	2,531,354	9
Exports:					
Quantity (thous. doz.) ..	20	23	89	125	- 29
Value	1,007	32	3,576	3,127	14
Blouses					
Imports:					
Quantity (thous. doz.) ..	17,499	- 15	64,203	62,935	2
Value	857,628	- 5	3,397,044	2,891,092	17
Exports:					
Quantity (thous. doz.) ..	580	- 17	2,676	2,101	27
Value	11,425	- 20	53,860	45,285	19
Slacks, shorts (women's, children's)					
Imports:					
Quantity (thous. doz.) ..	9,969	- 8	39,223	30,555	28
Value	571,766	12	1,780,114	1,573,997	13
Exports:					
Quantity (thous. doz.) ..	566	37	2,078	1,190	75
Value	14,076	33	51,106	33,881	51
Shirts, men's, boys'					
Imports:					
Quantity (thous. doz.) ..	13,325	- 7	50,881	46,981	8
Value	670,930	5	2,559,405	2,132,731	20
Trousers, slacks, shorts (men's, boys')					
Imports:					
Quantity (thous. doz.) ..	7,614	8	21,789	17,876	22
Value	477,364	21	1,393,761	1,053,189	32
Exports:					
Quantity (thous. doz.) ..	1,284	18	4,720	3,507	35
Value	50,817	51	159,112	104,850	52

Note: Import values are based on Customs Value; export values are based on f.a.s. value, U.S. port of export.

Source: U.S. International Trade Commission: *U.S. Trade Shifts in Selected Commodity Areas* (USITC Publication 2123).

TRENDS IN TEXTILE & APPAREL IMPORT PRICES & TEXTILE EXPORT PRICES
(Index base: 1985 = 100)

IMPORTS	Index June '88	Percent Change in Prices			
		Annual	Quarterly		
		June '88/ June '87	Mar. '88 to June '88	Dec. '87 to Mar. '88	Sept. '87 to Dec. '87
Textiles	120.6	7.9	0.5	1.2	3.5
Fabrics, woven:					
Cotton	126.3	10.5	-1.6	1.6	3.4
Manmade fiber	134.6	8.1	1.9	1.9	2.2
Misc. woven fabrics	116.6	7.5	4.6	-3.0	6.3
Special textile fabrics & related products	134.9	13.6	1.9	1.0	7.4
Apparel	114.8	5.1	-0.7	2.9	0.4
Woven outerwear, men's/boys'	122.3	8.4	0.3	4.4	2.5
Outer garments, women's & children's (9/86 = 100)	108.5	2.3	-0.2	2.3	-1.7
Coats, jackets	118.6	5.1	1.0	1.2	-1.6
Blouses	120.9	12.0	1.4	6.3	1.4
Woven undergarments	113.0	5.4	0.2	1.3	0.9
Woven shirts, men's/boys'	113.2	5.8	-0.2	1.3	1.5
Knitted outerwear	119.8	5.6	-1.7	2.2	1.1
Knitted undergarments	115.5	3.7	-3.8	4.0	0.9
Headwear & nontextile apparel	125.8	7.9	-0-	5.2	0.7
Leather apparel	139.7	17.1	1.7	7.9	2.5
EXPORTS					
Textile fibers	109.8	-2.3	2.1	-3.7	-4.2
Cotton	108.8	-4.9	2.1	-5.9	-5.7
Textiles	107.9	4.1	1.3	1.2	1.1
Textile yarn	108.7	6.5	2.7	2.2	0.8
Special fabrics & related products	103.3	3.9	-0.3	1.8	1.2

Source: U.S. Department of Labor, Bureau of Labor Statistics, Division of International Prices.

**NOTE: The preceding tables and analysis have been compiled
and prepared by Audrey Balchen, Research Consultant.**

1987 STATISTICS FOR LEADING U.S. & CANADIAN FIBER & TEXTILE MANUFACTURERS

Company	Sales (000's)	% Change	Net Income (000's)	% Change	% Net Income to Sales	Pre-Tax Income (000's)	Shareholders' Equity (000's)	% Net Income to Share- holders' Equity
	1987	1986	1987	1986	1987	1986	1987	1986
du Pont (A)	\$30,468,000	\$27,148,000	+ 12.23	\$1,786,000	+ 16.12	\$3,660,000	\$14,244,000	12.54
Monsanto	7,639,000	6,879,000	+ 11.05	386,000	+ 0.69	673,000	3,901,000	11.18
Hoechst Celanese	4,596,000	1,659,000	+177.03	169,000	+344.74	378,000	3,103,000	5.45
Wickes (B)	3,476,861	2,147,879	+ 61.87	180,511	+103.39	69,108	1,226,466	14.60
Owens-Corning (C)	2,891,000	3,644,000	- 20.66	200,000	+1150.00	343,000	(809,000)	8.40
Burlington (D)	2,369,993	2,778,132	- 14.69	47,249	- 56.531	80,006	99,342	47.56
West Point-Pepperell (E)	1,703,531	1,494,166	+ 14.01	71,586	+ 31.43	123,938	786,294	9.10
Springs Ind.	1,661,126	1,504,984	+ 10.37	55,712	+ 32.575	101,547	505,025	11.03
J.P. Stevens	1,614,702	1,671,871	- 3.42	56,015	+ 53.667	84,935	408,699	7.01
Fieldcrest Cannon	1,399,763	1,083,236	+ 29.22	13,638	+ 17.389	161,146	31,689	10.68
Domination Tex. (F)	1,043,344	926,516	+ 12.61	32,187	+ 6.401	(10,744)	432,855	6.45
United Merch & Mfrs. (G)	762,147	802,105	- 4.98	(15,251)	+ 402.84	(25,105)	115,290	7.44
Dixie Yarns	580,504	300,700	+ 93.01	26,284	+ 135.378	44,889	205,365	12.79
Gulford Mills (H)	539,150	504,475	+ 6.87	23,913	+ 20.785	43,813	190,749	12.54
Delta Woodside	417,461	141,809	+194.38	20,795	+ 5.258	33,462	58,239	35.71
DWG (I)	359,410	294,738	+ 21.94	—	—	—	—	59.73
Celanese Canada	351,158	345,179	+ 1.73	28,356	+ 18.766	45,903	161,529	—
Unifi	275,714	248,873	+ 10.79	12,028	+ 10.407	22,419	96,642	12.36
Thomson Mills (J)	171,384	139,063	+ 23.24	12,542	+ 1,047	12,294	88,790	11.72
Consilux Canada (K)	149,871	138,076	+ 8.54	10,152	+ 7,660	8,282	58,200	21.55
Fab Ind.	137,684	119,056	+ 15.65	12,439	+ 10,726	16,176	64,839	15.66
Quaker Fabric (L)	105,582	106,273	- 0.65	1,858	+ 2,268	2,109	87,228	14.26
							14,446	12.86

NOTE: The criterion for inclusion in this list is that the sale of each organization be at least \$100,000,000.

In some instances figures for 1986 have been restated for various reasons.

FOOTNOTES

- Designates a loss.
- 53 weeks in 1987; 52 weeks in 1986.
- 52 weeks in 1987; 53 weeks in 1986.
- Not Available.
- Sales of the fabrics operations of du Pont are \$5,261,000,000 in 1987 and \$4,786,000,000 in 1986.
- Net income of Wickes includes discontinued operations in both years and extraordinary gains of \$42,988,000 in 1987 and \$9,861,000 in 1986.
- Net income of Owens-Corning includes an extraordinary loss of \$20,000,000 in 1987.
- Burlington Industries was reorganized, and, as a result the 1987 figures are for a nine-month period ending 6/27/87 and the 1986 figures are for the twelve-month period ending 9/27/86. All figures refer to the predecessor company.
- Net income of West Point-Pepperell includes discontinued operations in both years.
- Net income of Dominion Textile includes an extraordinary loss of \$4,689,000 in 1986.
- Net income of United Merch & Mfrs. includes extraordinary gains of \$445,000 in 1987 and \$197,000 in 1986.
- Figures for Guilford Mills have been restated to include operations of Gold Mills, Inc., acquired on a pooling of interests basis. Net income includes extraordinary gains of \$300,000 in 1987 and \$900,000 in 1986.
- Sales for DWG are for their textiles segment of revenues only.
- Sales of Thomson Mills include an extraordinary gain of \$1,283,000 in 1987.
- Net income of Consilux Canada includes extraordinary gains of \$2,884,000 in 1987 and \$2,411,000 in 1986.
- Net income of Quaker Fabric includes extraordinary gains of \$96,000 in 1987 and \$623,000 in 1986.

LEADING FIBER & TEXTILE INDUSTRY AVERAGES*

(Average)	1987	1986	% Change
Sales	\$1,535,495,000	\$1,282,343,000	+ 19.74%
Net Income†	60,886,000	42,588,000	+ 42.97
Pre-Tax Income†	106,936,000	67,638,000	+ 58.10
Shareholders' Equity†	552,531,000	439,619,000	+ 25.68
% Net Income to Sales	3.97	3.32	+ 19.58
% Net Income to Shareholders' Equity	11.02	9.69	+ 13.73

* Excluding du Pont.

† Excluding DWG.

1987 STATISTICS FOR LEADING U.S. & CANADIAN APPAREL MANUFACTURERS

Company	Sales (000's)	% Change	Net Income (000's)	% Change	% Net Income to Sales	Pre-Tax Income (000's)	Shareholders' Equity (000's)	% Net Income to Share- holders' Equity
	1987	1986	1987	1986	1987	1986	1987	1986
Wickes (A)	\$3,476,861	\$12,147,879	+ 61.87	+ 115.54	5.19	\$69,108	\$1,236,466	14.60
INTERCO (B)	3,341,423	2,946,902	+ 13.39	+ 15.29	4.34	253,460	1,251,337	11.59
VF Corp.	2,573,762	1,544,574	+ 66.63	+ 31.68	6.98	313,745	831,249	18.33
West Point-Pepperell (C)	1,703,531	1,494,166	+ 14.01	+ 31.43	4.20	123,938	786,294	16.42
Hartmarx	1,080,520	1,063,011	+ 1.64	+ 66.56	3.82	72,045	343,934	9.10
Liz Claiborne	1,053,324	813,497	+ 29.48	+ 32.74	10.86	208,025	358,718	8.07
Fruit of the Loom (D)	870,300	692,900	+ 25.60	—	—	77,500	356,956	12.00
Fuqua (E)	772,343	701,194	+ 10.15	+ 59.07	8.15	99,141	193,100	32.05
United Merch. & Mfrs. (F)	762,147	802,105	+ 4.98	—	5.64	78,524	308,677	34.79
Kellwood	698,156	571,861	+ 22.08	—	—	(10,744)	246,434	—
Leslie Fay	582,023	573,401	+ 1.50	+ 19.63	4.33	44,573	100,142	20.39
Phillips-Van Heusen (G)	500,025	370,932	+ 34.80	+ 19.748	3.39	31,237	164,260	18.39
Russell Corp.	479,880	437,520	+ 9.68	+ 42.29	6.00	35,973	111,903	16.00
Genesco (H)	405,844	314,589	+ 21.13	+ 7.05	9.66	80,145	22,456	17.65
Crystal Brands (I)	359,814	367,607	+ 2.12	+ 43.97	2.82	7,281	279,611	13.63
Tullex	348,692	326,075	+ 6.94	+ 86.57	4.44	15,220	85,728	17.43
Farah	327,349	366,158	+ 10.60	+ 19.32	8.26	23,622	205,937	13.35
Russ Togs	270,520	274,332	+ 1.39	—	—	49,935	127,681	27.00
Work Wear (J)	261,240	124,850	+ 109.24	+ 32.77	3.43	4,987	73,762	22.56
Oshkosh B'Gosh	226,298	198,197	+ 14.18	—	1.14	15,557	102,391	7.77
William Carter	199,128	184,989	+ 7.64	+ 5.04	5.04	1,121	101,690	3.79
Hampton Ind.	164,054	160,796	+ 2.03	+ 15.81	10.56	42,237	15,003	9.07
NIKE (K)	142,900	130,700	+ 9.33	+ 272.16	2.93	5,051	83,428	5.77
Salant (L)	136,272	131,070	+ 3.97	+ 22.95	3.18	6,966	77,343	28.65
Stanwood*	109,742	177,757	+ 6.81	—	—	—	72,844	32.06
Gann	108,835	105,386	+ 3.27	+ 22.95	2.01	—	45,843	7.53
				—	—	—	47,993	8.20
				—	—	—	—	11.14
				—	—	—	—	—
				—	—	—	24,570	35.16
				—	—	—	(1,007)	—
				—	—	—	20,643	—
				—	—	—	56,692	3.86
				—	—	—	—	4.31

NOTE: The criterion for inclusion in this list is that the sale of each organization be at least \$100,000,000. In some instances figures for 1986 have been restated for various reasons.

FOOTNOTES

- () Designates a loss
- + 53 weeks in 1987; 52 weeks in 1986
- * 52 weeks in 1987; 53 weeks in 1986
- NA Not Available
- Bayly Corp is 50%-owned by OTF Equities, Inc.; there is no current information available.
- There is no current information available for Oxford Industries, Inc.
- Net income of Wickes Companies includes discontinued operations in both years and extraordinary gains of \$42,988,000 in 1987 and \$9,861,000 in 1986.
- Figures for INTERCO have been restated to include operations of The Lane Co., Inc., acquired on a pooling of interests basis.
- West Point-Pepperell manufactures apparel through their Client, Peabody Subsidiary. Net income includes discontinued operations in both years.
- Net income of Fruit of the Loom includes discontinued operations in both years and an extraordinary loss of \$56,200,000 in 1987.
- Net income of Fuqua includes discontinued operations in 1986.
- Net income of United Merch. & Mfrs. includes extraordinary gains of \$445,000 in 1987 and \$197,000 in 1986.
- Net income of Phillips-Van Heusen includes discontinued operations in both years.
- Net income of Genesco includes discontinued operations in both years and extraordinary gains of \$3,441,000 in 1988 and \$5,190,000 in 1987.
- Net income of Crystal Brands includes an extraordinary gain of \$2,626,000 in 1987.
- Net income of Work Wear includes an extraordinary loss of \$427,000 in 1986. The fiscal period for 1986 is for six months.
- Sales figures for NIKE, Inc. are for their apparel segment only.
- Salant Corporation acquired Manhattan Industries in August 1988. Net income includes an extraordinary gain of \$4,545,000 in 1987 and an extraordinary loss of \$6,688,000 in 1986.

LEADING APPAREL INDUSTRY AVERAGES

(Average)	1987	1986	% Change
Sales	\$805,957,000	\$660,094,000	+22.10%
Net Income	39,792,000	29,196,000	+36.29
Pre-Tax Income	62,237,000	52,096,000	+19.47
Shareholders' Equity	282,288,000	254,380,000	+10.97
% Net Income to Sales	4.94	4.42	+11.76
% Net Income to Shareholders' Equity	14.10	11.48	+22.82

LEADING U.S. & CANADIAN TEXTILE & APPAREL COMPANIES BY RATIO

% Income Before Taxes to Sales*	% Net Income to Sales*	% Net Income to Equity
Liz Claiborne	Liz Claiborne	Oshkosh B'Gosh
Oshkosh B'Gosh	Oshkosh B'Gosh	Tullex
Russell Corp.	Minnesota Mining	Fruit of the Loom
Minnesota Mining	Russell Corp.	Fuqua
Tullex	Becton, Dickinson	Thomaston Mills
Becton, Dickinson	Fullex	VF Corporation
Celanese Canada	Fuqua	Minnesota Mining
Thomaston Mills	Celanese Canada	Syms
Fuqua	Fab Industries	Leslie Fay
Syms	Owens-Corning	Celanese Canada
VF Corporation	VF Corporation	Salant
du Pont	Syms	Russell Corp.
Owens-Corning	Thomaston Mills	Becton, Dickinson
Fab Industries	du Pont	Fab Industries
Monsanto	Monsanto	DWG Corp.
NIKE	Delta Woodside	Dixie Yarns
Consoltex Canada	Consoltex Canada	du Pont
Hoechst Celanese	Dixie Yarns	Unifi
Unifi	Guilford Mills	Guilford Mills
Guilford Mills	Unifi	Quaker Fabric
Delta Woodside	INTERCO	Hartmarx
Dixie Yarns	NIKE	INTERCO
INTERCO	Hartmarx	Hexcel
Hartmarx	Crystal Brands	J.P. Stevens
Crystal Brands	Hexcel	Consoltex Canada
Hexcel	Hoechst Celanese	Monsanto
Springs Ind.	J.P. Stevens	Wickes
Dominion Textile	Russ Togs	Spring Ind.

Sales to Inventories†

Thomaston Mills	10.31
Celanese Canada	10.04
Springs Ind.	8.37
Quaker Fabric	7.52
Dixie Yarns	7.16
Monsanto	7.07
du Pont	7.02
Leslie Fay	7.01
J.P. Stevens	6.99
Hoechst Celanese	6.84
Russell Corp.	6.83
Liz Claiborne	6.74
Guilford Mills	6.22
Fab Industries	5.81
Hexcel	5.80
Delta Woodside	5.79
Wickes	5.38
Syms	5.32
Fieldcrest Cannon	5.32
VF Corporation	5.22
Becton, Dickinson	5.19
Fruit of the Loom	5.13
Farah	5.03
West Point-Pepperell	4.99
Dominion Textile	4.88
Garan	4.77
Salant	4.60
Oshkosh B'Gosh	4.31

Debt to Equity

Fab Industries	0.01
Russ Togs	0.01
Unifi	0.03
Liz Claiborne	0.04
Oshkosh B'Gosh	0.09
Syms	0.13
Minnesota Mining	0.14
Thomaston Mills	0.14
Garan	0.14
du Pont	0.21
NIKE	0.25
Crystal Brands	0.27
Hoechst Celanese	0.28
Consoltex Canada	0.29
INTERCO	0.30
Tultex	0.32
J.P. Stevens	0.34
Russell Corp.	0.35
Dixie Yarns	0.37
Wm. Carter	0.40
Hartmarx	0.45
Dominion Textile	0.47
West Point-Pepperell	0.54
Springs Ind.	0.54
VF Corporation	0.56
Guilford Mills	0.65
Hampton Industries	0.71
Becton, Dickinson	0.77

FOOTNOTES:

*Excluding companies with discontinued operations.

†Excluding companies where sales include other income.

ACS Industries, Inc.

71 Villanova Street
Woonsocket, Rhode Island 02895
(401) 769-4700

Officers: George B. Botvin, chairman of the board, president & treasurer; Steven N. Buckler, exec. v.p. & secretary; Peter Botvin, v.p.; Howard R. Croll, asst. secretary.

Directors: George B. Botvin, chairman; Howard R. Croll, Sol L. Resnick.

Plant Location(s): Woonsocket, R.I.; Houston, Texas.

Divisions:

Fiber Operations
148 Hamlet Avenue
Woonsocket, Rhode Island 02895
Polypropylene yarns, fibers and braided cord and macramé.

Metal Wire Products
14208 Industry Road
Houston, Texas 77053
(713) 776-9373

71 Villanova Street
Woonsocket, Rhode Island 02895
Wire, knitted mesh and knitted mesh products.

Subsidiaries:

Telcorda, Inc.
P. O. Box 800
Woonsocket, Rhode Island 02895
Manufacture of coil telephone cords and related products.

ACS Restaurant, Inc.
153 Hamlet Avenue
Woonsocket, Rhode Island 02895
Operates a restaurant chain.

Transfer Agent(s):

Fleet National Bank
Providence, Rhode Island 02903

Stock Exchange(s): Over-the-Counter

Ticker Symbol: ACSC (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1986	\$ 23,949,174	\$ 426,855
1985	23,920,796	633,531
1984	22,047,181	190,153
1983	19,065,208	738,309
1982	15,412,982	465,179

	No. of Com. Shares	Earn. per Share #
1986	1,217,866	\$ 0.35
1985	1,217,866	0.52
1984	1,217,866	0.12
1983	1,305,866	0.56
1982	1,328,066	0.35

Based on the weighted average number of shares outstanding.

Revenues By Line of Business

	1986	1985
Wire products	\$ 13,033,000	\$ 13,692,000
Fiber products	9,059,000	9,024,000
Communication devices	1,780,000	964,000
Restaurant	77,000	240,000
Total	\$ 23,949,000	\$ 23,921,000

Common Stock Equity

	Total Equity	Equity Per Share
1986	\$ 8,739,566	\$ 7.18
1985	8,312,711	6.83
1984	7,679,180	6.31
1983	7,739,277	5.94
1982	7,081,146	5.33

Income Account *

Year ended	10/25/86	10/26/85
Net sales	\$ 23,949,174	\$ 23,920,796
Cost of sales	19,907,924	19,119,457
Expenses	3,212,661	2,938,862
Other income	(41,798)	(51,985)
Interest expense	149,558	229,174
Write-down of P.P. & E.	—	419,561
Loss on dispos. of P.P. & E.	41,342	129,101
Income before taxes	\$ 679,487	\$ 1,136,626
Income taxes	252,632	503,095
Net Income	\$ 426,855	\$ 633,531

* Included in Costs and Expenses, Depreciation: \$973,054 in 1986 and \$929,341 in 1985.

Assets

As of	10/25/86	10/26/85
Cash & cert. of deposit	\$ 618,093	\$ 391,656
Accts. receiv., net	3,876,322	3,116,530
* Inventories	3,179,959	3,377,070
Refundable income taxes	226,582	203,842
Prepaid expenses & other current assets	125,718	127,951
Current Assets	\$ 8,026,674	\$ 7,217,049
* Fixed assets	6,499,947	5,769,769
Other assets	22,660	67,511
Total Assets	\$ 14,549,281	\$ 13,054,329

Liabilities

Cap. lease oblig., curr.	\$ 449,856	\$ 385,116
Accts. payable	2,103,422	1,644,842
Accruals	146,900	86,373
Accrued payroll	396,698	281,400
Income taxes	50,716	131,313
Curr. Liabilities	\$ 3,147,592	\$ 2,529,044
Cap. lease oblig.	1,677,612	1,468,619
Deferred inc. taxes	984,511	743,955
+ Common stock	139,284	139,284
Add. paid-in capital	3,131,044	3,131,044
Retained earnings	5,874,307	5,447,452
Treasury stock	(405,069)	(405,069)
Total Liabilities & Shareholders' Equity	\$ 14,549,281	\$ 13,054,329

* At lower of cost (FIFO) or market.
Less accumulated depreciation.
+ \$0.10 par value.

Statistical Summary

% Income bef. Taxes to Sales	2.84	4.75
% Net Income to Sales	1.78	2.65
% Net Income to Equity	4.88	7.62
Sales to Inventories	7.53	7.08
Debt to Equity	0.19	0.18
Working Capital	\$ 4,879,082	\$ 4,688,005
Current Ratio	2.55	2.85
Shareholders' Equity	\$ 8,739,566	\$ 8,312,711

Adams-Millis Corporation

P.O. Box 2650
225 North Elm Street
High Point, North Carolina 27260
(919) 889-7071

Officers: James H. Millis, Sr., chairman of the board & chief exec. officer; Robert M. Bundy, Jr., president & chief operating officer; James H. Millis, Jr., sr. v.p.-marketing & product development; Norman Weiss, sr. v.p.-sales & merchandising; Siegfried Wallner, Jr., sr. v.p.-manufacturing; E. Dale Denny, v.p. & operations controller; K. Van Joyce, v.p.; Danny F. McNair, v.p.; Charles D. Oakes, v.p.-administrative & information services; M. Neel Harrison, sr. v.p.-finance & secretary/treasurer; M. L. Ryan, sr. v.p.-administration & human resources; N. George Harris, Jr., v.p. & controller; Edward K. Baker, v.p.-planning; Joan R. Tremlett, asst. secretary.

Directors: James H. Millis, Sr., chairman; L. Hardwick Caldwell, Jr., M. Neel Harrison, Irwin Belk, Michael L. Ryan, Thomas S. Haggai, Bland W. Worley, Robert M. Bundy, Jr., Edward Silver, J. Phillips Johnston, James H. Millis, Jr.

Business Activities: Manufacturer of a full line of hosiery sold through major chain and department stores across the country.

Trademarks and/or Brand Names: Adolfo, Alexander Julian, Bill Blaw, BVD, Diane Von Furstenberg, Disney, Dunlop, Field & Stream, Hanes, Jockey, John Weitz, Lavin, Oscar de La Renta, Sweatout, Weekender, Wrangler, Yves Saint Laurent.

Plant Location(s): High Point, Kernersville, Mount Airy, Hickory, Franklinton, Archdale, Drexel, Valdese, N.C.

Divisions and Subsidiaries:

Silver Knit Industries, Inc.
401 South Hamilton Street
High Point, North Carolina 27260

Silver Knit Sales, Inc.
362 Fifth Avenue
New York, New York 10001

Adam-Millis Sales Company
350 Fifth Avenue
New York, New York 10001

Hayward Marum, Inc.
400 Manning Street
High Point, North Carolina 27260

Maro Hosiery Corporation
350 Fifth Avenue
New York, New York 10001
Manufactures and markets hosiery products.

Transfer Agent(s):

The Chase Manhattan Bank, N.A.
New York, New York

Stock Exchange(s): New York

Ticker Symbol: ALL

Sales & Earnings

	Net Sales +	Net Income
1987*	\$ 198,358,000	\$ 5,961,000
1986	178,264,000	6,036,000
1985	116,292,000	5,312,000
1984	111,223,000	5,741,000
1983	82,793,000	4,811,000

Adams-Millis Corporation

	No. of Com. Shares #	Earn. per Share ‡
1987*	4,488,530	\$ 1.26
1986	4,424,830	1.28
1985	4,556,090	1.15
1984	4,549,290	1.25
1983	4,543,140	1.05

* 53 weeks.

† Of continuing operations only.

‡ Adjusted to reflect stock split.

§ Based on the weighted average number of shares outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend ‡	Stock Dividend	Stock Split
1987	\$ 0.24	—	—
1986	0.21	—	2-for-1
1985	0.17	—	—
1984	0.14	—	—
1983	0.11	—	—

‡ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 56,689,000	\$ 12.09
1986	51,424,000	11.12
1985	45,962,000	10.09
1984	41,393,000	9.10
1983	36,298,000	7.99

‡ Adjusted to reflect stock split.

Income Account *

Year ended	1/3/88 (53 weeks)	12/28/86
Net sales	\$ 198,358,000	\$ 178,264,000
Cost of sales	155,889,000	138,622,000
Expenses	27,728,000	24,758,000
Interest expense	4,245,000	3,462,000
Income bef. taxes	\$ 10,496,000	\$ 11,422,000
Income taxes	4,535,000	5,386,000
Net Income	\$ 5,961,000	\$ 6,036,000

* Included in Costs and Expenses, Depreciation: \$5,987,000 in 1987 and \$5,154,000 in 1986.

Assets

As of	1/3/88	12/28/86
Cash	\$ 2,903,000	\$ 3,440,000
Accts. & notes rec., net	28,187,000	32,372,000
* Inventories	32,962,000	34,332,000
Prepaid expenses & def. inc. taxes	522,000	707,000
Current Assets	\$ 64,574,000	\$ 70,871,000
* Fixed assets	49,121,000	48,931,000
Other assets	9,932,000	11,792,000
Total Assets	\$ 123,627,000	\$ 131,594,000

Liabilities

Long-term debt, curr.	\$ 8,335,000	\$ 8,335,000
Notes payable	2,000,000	—
Accounts payable	4,461,000	5,921,000
Accrued payroll	1,705,000	2,387,000
Accrued property taxes	463,000	653,000
Accrued premiums	831,000	121,000
Accrued interest	2,900,000	3,524,000
Income taxes	1,277,000	6,644,000
Curr. Liabilities	\$ 21,972,000	\$ 27,585,000

Long-term debt	36,133,000	44,966,000
Deferred inc. taxes	8,833,000	7,617,000
+ Common stock	11,230,000	10,804,000
Retained earnings	45,459,000	40,630,000

Total Liabilities & Shareholders' Equity	\$ 123,627,000	\$ 131,594,000
--	----------------	----------------

* At lower of cost (LIFO) or market.

‡ Less accumulated depreciation.

+ No par value.

Statistical Summary

% Income bef. Tax		
to Sales	5.29	6.41
% Net Income to Sales	3.01	3.39
% Net Income to Equity	10.52	11.74
Sales to Inventories	6.02	5.19
Debt to Equity	0.82	1.04
Working Capital	\$ 42,602,000	\$ 43,286,000
Current Ratio	2.94	2.57
Shareholders' Equity	\$ 56,689,000	\$ 51,424,000

Aileen, Inc.

331 East 38th Street
New York, New York 10016
(212) 679-7010

Officers: Abe Oberlin, chairman of the board & president; C. W. Lillard, v.p.; Francis Holden, v.p.; Robert W. Tarpley, treasurer & asst. secretary; Alvin M. Stein, secretary.

Directors: Abe Oberlin, chairman; Wilbur L. Ross, Jr., Isador B. Seidler, Francis Holden, C. W. Lillard.

Business Activities: Engaged in the production and marketing of women's apparel, including skirts, dresses, shorts, slacks, blouses, sweaters and jackets. In addition, the Company operates 136 retail stores which sell apparel manufactured by the Company. These stores are located primarily on the East coast.

Trademarks and/or Brand Names: Aileen, Aileen II, SPORT, You & I.

Plant Location(s): Culpeper, Edinburg, Flint Hill, New Market, South Hill, Victoria, & Woodstock, Virginia.

Divisions:

Aileen Division
1411 Broadway
New York, New York 10018
Manufactures moderately priced active sportswear for the young woman.

The Aileen II Division
1411 Broadway
New York, New York 10018
Manufactures large-sized women's clothing.

Transfer Agent(s):

Manufacturers Hanover Trust Company
New York, New York

Stock Exchange(s): New York

Ticker Symbol: AEE

Sales & Earnings

	Net Sales	Net Income
1987	\$ 52,218,000	\$ (6,379,000)
1986	44,774,000	(2,403,000)
1985	53,259,000	112,000
1984	54,205,000	(1,951,000)
1983	49,798,000	(193,000)

	No. of Com. Shares ‡	Earn. per Share ‡
1987	5,123,361	\$ —
1986	5,087,180	—
1985	5,075,888	—
1984	5,073,534	—
1983	5,067,826	—

(Loss)

* 53 weeks.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 22,929,000	\$ 4.45
1986	29,182,000	5.72
1985	31,311,000	6.21
1984	31,399,000	6.19
1983	33,343,000	6.57

Income Account *

Year ended	10/31/87	11/1/86
Net sales	\$ 52,218,000	44,774,000
Other income	41,000	271,000
Total income	\$ 52,259,000	\$ 45,045,000
Cost of sales	34,771,000	30,614,000
Expenses	20,201,000	15,384,000
Interest expense	145,000	30,000
Prov. for idle plant costs	3,521,000	1,400,000
Net Loss	\$ (6,379,000)	\$ (2,403,000)

* Included in Costs and Expenses, Depreciation and Amortization: \$1,873,000 in 1987 and \$2,163,000 in 1986.

Assets

As of	10/31/87	11/1/86
Cash	\$ 669,000	\$ 1,185,000
Accts. receiv., net	4,532,000	6,415,000
* Inventories	13,340,000	13,001,000
Other assets	349,000	410,000
Current Assets	\$ 18,890,000	\$ 21,011,000
* Fixed assets	11,681,000	12,755,000
Fixed assets held for sale	2,000,000	5,221,000
Other Assets	208,000	213,000
Total Assets	\$ 32,779,000	\$ 39,200,000

Liabilities

Bank loan	\$ 2,019,000	\$ 2,171,000
Bank loan-officer	830,000	—
Long-term debt, curr.	769,000	769,000
Accts. payable	2,880,000	3,016,000
Accruals	2,563,000	2,524,000
Curr. Liabilities	\$ 9,061,000	\$ 8,480,000
Long-term debt	769,000	1,538,000
+ Common stock	5,150,000	5,103,000
Add. paid-in capital	11,525,000	11,446,000
Retained earnings	6,254,000	12,633,000

Total Liabilities & Shareholders' Equity	\$ 32,779,000	\$ 39,200,000
--	---------------	---------------

* At lower of cost (FIFO) or market.

‡ Less accumulated depreciation and amortization.

+ \$1 par value.

Statistical Summary

Sales to Inventories	3.91	3.44
Debt to Equity	0.19	0.15
Working capital	\$ 9,809,000	\$ 12,531,000
Current Ratio	2.08	2.48
Shareholders' Equity	\$ 22,929,000	\$ 29,182,000

Alba-Waldensian, Inc.

P.O. Box 100
201 St. Germain S.W.
Valdese, North Carolina 28690
(704) 874-2191

Officers: William D. Schubert, president and chairman of the board; William F. Karnbach, exec. v.p.; Donald R. Denne, vice president; Ronald W. Scott, vice president; Van C. Irwin, treasurer & secretary.

Directors: Louis W. Garrod, J.A. Grisette, W. Harold Mitchell, C. Alan Forbes, Andrew M. Kistler, II, William D. Schubert, Howard O. Walker, Clyde Wm. Engle, Joseph Minio, Lee N. Mortenson.

Business Activities: Manufactures women's hosiery products, including seamless hosiery, pantyhose, support hosiery products and novelty hosiery; men's hosiery products, including work, dress, casual, support and athletic socks; women's intimate apparel products include briefs and bikinis and related cut and sewn products including pant liners; health care products include both cotton and nylon anti-embolism hosiery products as well as other specialty products for medical supply distribution, and spandex.

Trademarks and/or Brand Names: Roman Stripe, Alba, Swedish Three Crown, XX Span, Sani Terry, Cotton Aire, Astron, Lycra, BBW, Special Edition, Ultimates, Electric Sock, All Day Long, Somebody, Certainly Me, Proportion Plus, Life Span, Cushion Mates, Boot Mates.

Plant Locations: Valdese, Graham, North Carolina; Chilhowie, Virginia.

Divisions:

Consumer Products Division

Products include women's intimate apparel, women's sheer hosiery, dance/exercise apparel, and men's socks and underwear.

Health Care Products Division

Manufactures products for use in hospitals, nursing homes, doctors' offices, and homes.

Ultimates Division

Manufactures and markets women's panty hose.

Subsidiaries:

Pilot Research Corporation

Engaged in research and equipment development and holds a number of patents for machinery and products here and abroad.

Transfer Agent(s):

Wachovia Bank & Trust Company, N.A.
Winston-Salem, North Carolina

Stock Exchange(s): American

Ticker Symbol: AWS

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 48,385,000	\$ (594,348)
1986	43,735,000	898,457
1985	41,524,000	(1,833,126)
1984	47,535,000	639,734
1983	46,678,000	3,030,320

	No. of Com. Shares #	Earn. per Share \$
1987	1,861,685	\$ —
1986	1,861,230	0.48
1985	1,860,784	—
1984	1,857,332	0.34
1983	1,678,284	1.81

(Loss)

+ Of continuing operations only.

Based on the weighted average number of shares outstanding.

Revenues by Line of Business

	1987	1986	1985	1984
Women's hosiery prods.	15.6%	13.7%	12.7%	15.7%
Women's intimate prods.	47.8	47.8	44.4	32.8
Men's hosiery prods.	11.1	12.4	14.2	13.5
Women's dance & exer. prods.	10.6	10.6	11.2	18.8
Health care prods.	14.9	16.8	16.8	15.0

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ —	—	—
1986	—	—	—
1985	—	—	—
1984	0.15	—	—
1983	0.15	—	—

Common Stock Equity

	Total Equity	Equity Per Share \$
1987	\$ 22,609,176	\$ 12.14
1986	23,196,377	12.46
1985	22,297,880	11.98
1984	24,123,131	12.99
1983	23,748,019	14.15

Based on the weighted average number of share outstanding.

Income Account*

Year ended Dec. 31	1987	1986
Net sales	\$ 48,384,803	\$ 40,214,258
Cost of sales	40,296,542	34,408,141
Expenses	6,728,530	5,009,737
Oper. profit	\$ 1,359,731	\$ 796,380
Other income	(107,487)	(188,982)
Interest expense	579,935	359,113
Interest income	(106,442)	(50,214)
Loss (gain) on sale	1,704	(547,947)
Income bef. taxes	\$ 992,021	\$ 1,224,410
Income taxes	2,275	16,170
Inc.-cont. oper.	\$ 989,746	\$ 1,208,240
Loss-discont. oper.	(1,584,094)	(309,783)
Net Income (Loss)	\$ (594,348)	\$ 898,457

* Included in Costs and Expenses, Depreciation and Amortization: \$906,395 in 1987 and \$831,617 in 1986.

Assets

As of Dec. 31	1987	1986
Cash	\$ 1,112,460	\$ 875,280
Notes receiv.	8,072	96,051
Accts. receiv., net	8,449,775	7,390,826
*Inventories	11,286,751	13,734,314
Prepaid expenses	871,182	563,957
Current Assets	\$ 21,728,240	\$ 22,660,428
#Fixed assets	9,611,382	8,965,892
Other assets	3,380,888	4,594,979
Total Assets	\$ 34,720,510	\$ 36,221,299

Liabilities

Notes payable	\$ 4,559,765	\$ 5,000,000
Notes payable-other	92,422	86,720
Revenue bond, curr.	634,029	614,760
Accts. payable	2,027,005	2,413,912
Accruals	373,911	318,223
Accrued pension	568,753	351,341
Misc. taxes	389,061	159,055
Income taxes payable	—	16,170
Curr. Liabilities	\$ 8,644,946	\$ 8,760,081

Long-term debt	1,620,482	2,346,665
Deferred compensation	816,106	688,416
Deferred income taxes	1,029,800	1,029,800
+Common stock	4,716,450	4,713,325
Add. paid-in capital	9,182,158	9,178,096
Retained earnings	9,019,771	9,614,119
Treasury stock	(309,203)	(309,203)

Total Liabilities & Shareholders' Equity	\$ 34,720,510	\$ 36,221,299
--	---------------	---------------

* At lower of cost or market.

Less accumulated depreciation.

+ \$2.50 par value.

Statistical Summary

%Net Income to Equity	—	3.87
Sales to Inventories	4.29	2.93
Debt to Equity	0.28	0.32
Working Capital	\$ 13,083,294	\$ 13,700,347
Current Ratio	2.51	3.53
Shareholders' Equity	\$ 22,609,176	\$ 23,196,377

Allied-Signal, Inc.

(Formerly Allied Corporation)

Columbia Road and Park Avenue
P.O. Box 4000R
Morristown, New Jersey 07960
(201) 455-2000

Officers: Edward L. Hennessey, Jr., chairman of the board & chief exec. officer; Daniel W. Derben, exec. v.p. & pres. Allied-Signal International, Inc.; Robert L. Kirk, exec. v.p., chairman & chief exec. officer-Aerospace Company; Alan Belzer, exec. v.p.-pres. engineered materials; Roy H. Ekrom, exec. v.p.-pres. Aerospace Company; William C. Purple, exec. v.p.-pres. Defense Systems Company; J. Mason Reynolds, exec. v.p.-pres. automotive; Donald R. Kayser, sr. v.p. & chief financial officer; L. James Coffey, Jr., sr. v.p.-technology; Brian D. Farrow, sr. v.p., secretary & gen. counsel; Edwin M. Halkyard, sr. v.p.-human resources; David G. Powell, sr. v.p.-public affairs; John W. Barter, sr. v.p.-planning, development & administration; Edward W. Callahan, v.p.-health, safety, and environmental science; William F. Loftus, v.p. & treasurer; Richard R. Alvarado, v.p.-gov't relations; J. Thomas Zusi, v.p. & controller; G. Peter D'Aloia, v.p.-taxes.

Directors: Jewel Plummer Cobb, Edward L. Hennessey, Jr., Donald W. Davis, William R. Haselton, Robert D. Kilpatrick, Stanley P. Porter, Richard R. Shinn, Thomas P. Stafford, Edward J. Boling, Ralph P. Davidson, Richard A. Lenon, Rawleigh Warner, Jr., Delbert C. Stanley, Paul X. Kelley, Russell E. Palmer, Eugene E. Covert.

Business Activities: The Company's operations are conducted under three business segments: aerospace, automotive, and engineered materials.

Engineered materials include nylon filament and staple fibers, apparel fibers, process technologies, catalysts and sorbents, circuit board laminates, engineered plastics, fluorocarbons, high density polyethylene, low-molecular-weight polyethylene, hydrofluoric acid, performance films, uranium hexafluoride, specialty oxides, amorphous metal alloys, sulfur hexafluoride, and tar products.

Aerospace products include turbofan/turboprop engines, gas turbine engines, auxiliary power units, integrated avionics systems, automatic test systems, wheels and brakes, weather radar systems, flight control actuators, fuel controls, ignition systems, pneumatic hydraulic, electro-mechanical control systems, gyroscopic devices, secure communications devices, environmental systems, anti-submarine systems, communications systems, missile components and systems, space pointing and control systems, air data computers, data management systems, heat transfer systems, torpedo propulsion systems, electric generating systems.

Automotive products include air and hydraulic brake systems and components, filters, spark plugs, turbochargers, and safety restraints.

Fiber Plant Location(s): Moncure, N.C.; Columbia, S.C.; Hopewell, Va.; Philadelphia, Pa.

Textile Trademarks and/or Brand Names: Caprolan, Anso I[®], Anso V, Anso X, Captiva, Captina, Capima, Hydrofil, Patina

Allied-Signal, Inc.

Transfer Agent(s)

The Bank of New York
90 Washington Street
New York, New York 10015

Stock Exchange(s): New York, Midwest, Pacific, Toronto, Amsterdam, Paris, Basle, Geneva, Zurich, Frankfurt, London, Tokyo

Ticker Symbol: ALD

Sales & Earnings

	Net Sales + (000's)	Net Income ‡ (000's)
1987	\$ 11,116,000	\$ 656,000
1986	9,888,000	605,000
1985	8,133,000	(279,000)
1984	8,864,000	488,000
1983	8,159,000	98,000

	No. of Com. Shares †	Earn. per Share ‡
1987	\$ 149,948,815	\$ 3.90
1986	174,352,025	3.26
1985	175,194,456	—
1984	83,029,334	5.03
1983	80,188,947	0.09

(Loss)

† Of continuing operations only.

‡ Including extraordinary gain of \$59,000,000 (\$0.35 per share) in 1987.

† Adjusted to reflect stock split.

‡ Based on the weighted average number of shares outstanding adjusted to reflect stock split.

Revenues by Line of Business (000's)

	1987	1986
Automotive	\$ 3,546,000	\$ 2,874,000
Aerospace	4,748,000	4,484,000
Engineered Materials	2,795,000	2,497,000
Unallocated	27,000	33,000
Total	\$ 11,116,000	\$ 9,888,000

Common Stock

	Cash Dividend+	Stock Dividend	Stock Split
1987	\$ 1.80	—	—
1986	1.80	—	—
1985	1.80	—	—
1984	1.75	—	—
1983	1.60	—	—

+ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity (000's)	Equity Per Share
1987	\$ 3,129,000	\$ 20.87
1986	3,670,000	21.06
1985	5,833,000	33.29
1984	2,747,000	33.09
1983	2,455,000	30.61

‡ After allowing for preferred stock series at stated value.

Income Account * (000's)

	1987	1986
Year ended Dec. 31		
Net sales	\$ 11,116,000	\$ 9,888,000
Cost of sales	8,909,000	7,677,000
Expenses	1,457,000	1,296,000
Oper. profit	\$ 750,000	\$ 915,000

Other income	(170,000)	(151,000)
Gains on Union Tax. issue	(108,000)	—
Interest expense	264,000	257,000
Income before taxes	\$ 764,000	\$ 809,000
Income taxes	242,000	234,000
Eq. in loss of affil. cos.	7,000	36,000
Inc.-cont. oper.	\$ 515,000	\$ 539,000
Inc.-discont. oper.	82,000	66,000
Net Income	\$ 597,000	\$ 605,000
Extraord. gain	59,000	—
Net Income & extraord. gain	\$ 656,000	\$ 605,000

* Included in Cost and Expenses, Depreciation, Depletion and Amortization: \$347,000,000 in 1987 and \$292,000,000 in 1986.

	Assets (000's)	
As of Dec. 31	1987	1986
Cash & short term securities	\$ 349,000	\$ 193,000
Accts. & notes receiv., net	1,493,000	1,501,000
*Inventories	2,060,000	2,451,000
Other curr. assets	182,000	461,000
Current Assets	\$ 4,084,000	\$ 4,606,000
Invest. & long term receiv.	803,000	711,000
*Fixed assets	3,330,000	3,514,000
Intangibles	1,547,000	1,990,000
Other assets	462,000	447,000
Total Assets	\$ 10,226,000	\$ 11,268,000

	Liabilities (000's)	
Accts. payable	\$ 1,078,000	\$ 1,049,000
Comm. paper	—	360,000
Short-term borrowing	239,000	358,000
Long-term debt, curr.	258,000	135,000
Accruals	1,887,000	1,753,000
Curr. Liabilities	\$ 3,462,000	\$ 3,655,000
Long-term debt	2,017,000	2,127,000
Deferred inc. taxes	706,000	569,000
Other liabilities	912,000	1,179,000
+Redem. pref. stock	—	32,000
+Preferred stock	—	16,000
+Common stock	179,000	179,000
Add paid-in capital	2,568,000	2,584,000
Retained earnings	1,503,000	1,155,000
Treasury stock	(1,150,000)	(190,000)
Currency trans. adj.	29,000	(58,000)
Total Liabilities & Shareholders' Equity	\$ 10,226,000	\$ 11,268,000

* At lower of cost (LIFO, FIFO or average) or market.
‡ Less accumulated depreciation, depletion and amortization.
+ No par value.
++ \$1 par value.

Statistical Summary

%Net Income to Equity	19.08	16.41
Sales to Inventories	5.40	4.03
Debt to Equity	0.80	0.71
Working Capital	\$ 622,000,000	\$ 951,000,000
Current Ratio	1.18	1.36
Shareholders' Equity	\$ 3,129,000,000	\$ 3,686,000,000

Amoco Corporation

(Formerly Standard Oil Company (Indiana))

200 East Randolph Drive
Chicago, Illinois 60601
(312) 856-6111

Officers: Richard M. Morrow, chairman of the board; H. Laurence Fuller, president; James W. Cozad, vice-chairman; Walter R. Peirson, exec. v.p.; Richard H. Leet, exec. v.p.; Rudy A. Johnson, v.p.-public & government affairs; Edward A. Mason, v.p.-research; L. Bates Lea, v.p. & general counsel; Richard L. Fischer, v.p.-government affairs; Frederick S. Addy, v.p.-finance; James E. Allard, v.p. & treasurer; Ronald E. Callahan, secretary; William R. Hutchinson, v.p. & controller; R. Wayne Anderson, v.p.-human resources; John R. Lyman, v.p.-planning, economics & development; William J. Montgomery, v.p.-supply; Walter R. Quastrom, v.p.-environmental affairs & safety; Robert D. Cadieux, pres.-Amoco Chemical Company; Patrick J. Early, pres.-Amoco Production Company; Lawrence D. Thomas, pres.-Amoco Oil Company.

Directors: Richard M. Morrow*, chairman; Arthur E. Rasmussen, Robert H. Malott, Richard D. Wood, James W. Cozad*, Walter R. Peirson*, Karl D. Bays, Richard J. Ferris, Frederick G. Jaicks, H. Laurence Fuller*, John H. Bryson, Jr., Walter E. Massey, Richard H. Leet*, Ruth S. Block.

* Member of the Executive Committee

Business Activities: Engaged worldwide in crude oil and natural gas exploration, production, purchasing, and transportation and in manufacturing, transporting, and marketing petroleum products, including chemicals, polymers, plastics and fertilizers. It has interests in minerals and real estate. Also produces synthetic fabrics, including polypropylene fabrics used for carpet backing, protective coverings and soil stabilization; and continuous filament carpet yarn.

Plant Location(s): Roanoke & Andalusia, Alabama; Atlanta, Bainbridge, Hazlehurst & Nashville, Georgia; Afton, Virginia; Lowell, North Carolina; Brantford, Cornwall & Hawkesbury, Canada.

Textile Trademarks and/or Brand Names: Marquena Lana, PF Patchogue Plymouth, Poly Bac, Propex, Poly Needle Bac, Poly Double Bac, Fation, Poly Bac II, Action Bac, Amoco, Propex III, Synera, AmoWeve.

Textile Subsidiaries:

Amoco Fabrics and Fibers Company
550 Interstate North
Atlanta, Georgia 30339

Amoco Deutschland GmbH
West Germany
Manufacture and sale of synthetic fibers.

Transfer Agent(s):

The Chase Manhattan Bank, N.A.
P.O. Box 469
Washington Bridge Station
New York, New York 10033

The First National Bank of Chicago
Stock Transfer Dept., 0122
One First National Plaza
Chicago, Illinois 60670

The National Trust Company
4 King Street West
Toronto, Ontario M5H 3W7 Canada

Stock Exchange(s): New York, Midwest

Ticker Symbol: AN

Sales & Earnings

	Revenues (000's)	Net Income (000's)
1987	\$ 22,388,000	\$ 1,360,000
1986	20,231,000	747,000
1985	28,873,000	1,953,000
1984	29,008,000	2,183,000
1983	29,494,000	1,868,000

	No. of Com. Shares	Earn. per Share *
1987	257,634,000	\$ 5.31
1986	255,700,810	2.91
1985	258,727,701	7.42
1984	271,428,940	7.70
1983	292,206,000	6.39

* Based on the average number of shares outstanding.

Revenues by Line of Business
(000's)

	1987	1986
Petroleum industry:		
Explor. & prod.	\$ 6,720,000	\$ 6,285,000
Refining, Mktg. & trans.	16,500,000	14,771,000
Chemical industry	3,654,000	3,059,000
Other industries	147,000	140,000
Unallocated	(4,633,000)	(4,024,000)
Total	\$ 22,388,000	\$ 20,231,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 3.30	—	—
1986	3.30	—	—
1985	3.30	—	—
1984	3.00	—	—
1983	2.80	—	—

Common Stock Equity

	Total Equity (000's)	Equity Per Share
1987	\$ 12,107,000	\$ 46.99
1986	11,324,000	44.29
1985	11,588,000	44.79
1984	12,524,000	46.14
1983	12,440,000	42.57

Income Account
(000's)

Year ended Dec. 31	1987	1986
Net sales & other revenues	\$ 20,174,000	\$ 18,281,000
Consumer excise taxes	1,911,000	1,753,000
Other income	303,000	197,000
Total income	\$ 22,388,000	\$ 20,231,000
Cost of sales	12,286,000	10,907,000
Expenses	2,070,000	2,282,000
Taxes	2,840,000	2,591,000
Depreciation, depletion & amortization	35,000	2,418,000
Interest expense	389,000	445,000
Income bef. taxes	\$ 2,508,000	\$ 1,588,000
Income taxes	1,148,000	841,000
Net Income	\$ 1,360,000	\$ 747,000

Assets
(000's)

As of Dec. 31	1987	1986
Cash	\$ 188,000	\$ 116,000
Marketable securities	1,328,000	325,000
Accts. & notes receiv., net	2,751,000	2,554,000
* Inventories	899,000	865,000
Prepaid expenses	393,000	340,000
Current Assets	\$ 5,559,000	\$ 4,200,000
Investments & other assets	1,139,000	1,337,000
* Fixed assets	18,129,000	18,169,000
Total Assets	\$ 24,827,000	\$ 23,706,000

Liabilities
(000's)

Long-term debt & cap. lease oblig., curr.	\$ 222,000	\$ 236,000
Short-term borrowings	165,000	174,000
Accts. payable	2,543,000	2,289,000
Accruals	998,000	872,000
Income & other taxes	970,000	1,019,000
Current Liabilities	\$ 4,898,000	\$ 4,590,000
Long-term debt	2,773,000	2,993,000
Cap. lease oblig.	308,000	327,000
Deferred credit	4,735,000	4,466,000
Minority interest	6,000	6,000
+ Common stock	2,114,000	1,875,000
Retained earnings	10,044,000	9,610,000
For. curr. trans. adj.	(51,000)	(161,000)
Total Liabilities & Shareholders' Equity	\$ 24,827,000	\$ 23,706,000

* At lower of cost or market. Crude oil, petroleum products, chemical products, U.S. inventories of mineral ores and concentrates at LIFO. All others at FIFO or average.

* Less accumulated depreciation, depletion and amortization.

+ No par value.

Statistical Summary

% Income bef. Taxes to Sales & Revenues	12.43	8.69
% Net Income to Sales & Revenues	6.74	4.09
% Net Income to Equity	11.23	6.60
Debt to Equity	0.29	0.33
Working Capital	\$ 661,000	—
Current Ratio	1.13	—
Shareholders' Equity (000's)	\$ 12,107,000	\$ 11,324,000

Andover Togs, Inc.

One Penn Plaza
New York, New York 10119
(212) 244-0700

Officers: William L. Cohen, chairman, president & chief exec. officer; Stephen Fenyes, v.p.-administration; Stanley Scholler, v.p.-mfg.; Donald D. Shack, secretary; Bernard Pliskin, treasurer & chief financial & accounting officer.

Directors: William L. Cohen, chairman; Peter A. Cohen, Mel Schnell, Donald D. Shack, Irwin M. Taylor, Bernard Pliskin.

Business Activities: Designs, manufactures, imports, and markets a full line of non-branded, popular-priced children's active sportswear. The Company also manufactures children's outerwear and a limited line of women's active sportswear.

Plant Location(s): Fishah, Stevenson, Skyline, Alabama; Canton, Georgia; Clinton, North Carolina.

Subsidiary:

Lori Lee, Inc.
Clinton, North Carolina
Manufactures and imports children's outerwear.

Transfer Agent(s):

Manufacturers Hanover Trust Company
New York, New York

Stock Exchange(s): Over-the-Counter

Ticker Symbol: ATOG (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1986	\$ 51,257,000	\$ 2,021,000
1985	42,805,000	1,925,000
1984	39,652,000	1,492,000
1983	29,662,000	1,146,000
1982	26,819,000	739,000

	No. of Com. Shares †	Earn. per Share †
1986	2,879,000	\$ 0.70
1985	2,500,000	0.77
1984	2,500,000	0.60
1983	2,500,000	0.46
1982	2,500,000	0.29

† Pro forma.

Common Stock Equity

	Total Equity	Equity Per Share
1986	\$ 14,640,000	\$ 4.44
1985	4,786,000	1.91
1984	4,672,000	1.87
1983	4,602,000	1.84
1982	4,641,000	1.86

Income Account *

Year ended Nov. 30	1986	1985
Net sales	\$ 51,257,400	\$ 42,804,600
Cost of sales	38,054,100	31,303,300
Expenses	8,406,300	6,708,300
Interest expense	723,700	948,700
Eg. in loss of joint venture	193,000	90,000
Income before pro forma taxes	\$ 3,880,300	\$ 3,754,100
Pro forma income taxes	1,859,000	1,829,000
Net Income	\$ 2,021,300	\$ 1,925,100

* Included in Costs and Expenses, Depreciation and Amortization: \$485,800 in 1986 and \$437,600 in 1985.

Assets

As of Nov. 30	1986	1985
Cash	\$ 150,100	\$ 122,600
Accts. receiv., net	9,374,700	5,468,300
* Inventories	13,378,400	10,445,700
Other curr. assets	1,213,100	387,700
Current Assets	\$ 24,116,300	\$ 16,444,300
* Fixed assets	5,000,800	3,876,000
Other assets	307,300	560,200
Total Assets	\$ 29,424,400	\$ 20,880,500

Andover Togs, Inc.

Liabilities		
Notes payable	\$ 4,250,000	\$ 4,200,000
Long-term debt & cap. lease oblig., curr.	411,400	468,600
Accts. payable	4,148,000	3,953,900
Accruals	2,382,500	1,669,100
Corporate distr. pay.	313,100	2,091,300
Cur. liabilities	\$ 11,405,000	\$ 12,382,900
Long-term debt & cap. lease oblig.	3,036,800	3,443,800
Deferred inc. taxes	342,500	265,500
+ Common stock	330,000	250,000
Add. paid-in capital	9,350,400	399,200
Retained earnings	4,939,700	4,137,100
Total Liabilities & Shareholders' Equity	\$ 29,434,400	\$ 20,880,300

* At lower of cost (average) or market.
 † Less accumulated depreciation and amortization.
 ‡ \$0.10 par value.

Statistical Summary		
% Income bef. Taxes		
to Sales	7.57	8.77
% Net Income to Sales	3.94	4.30
% Net Income to Equity	13.81	40.22
Sales to Inventories	3.83	4.09
Debt to Equity	0.21	1.70
Working Capital	\$ 12,711,300	\$ 4,061,400
Current Ratio	2.11	1.33
Shareholders' Equity	\$ 14,640,100	\$ 4,786,300

Angelica Corporation

10176 Corporate Square Drive
 Suite 100
 St. Louis, Missouri 63132
 (314) 991-4150

Officers: Leslie F. Lowe, chairman of the board & chief exec. officer; Lawrence J. Young, president & chief operating officer; Aliyn J. Aach, v.p.; Stephen L. Abelov, v.p.; James E. Steffoff, exec. v.p., pres.-Retail Group; Theodore M. Armstrong, sr. v.p.-finance & administration & chief financial officer; Donald C. Wickard, v.p., president-Retail Stores; Robert M. Baker, treasurer; Linden Mann, controller, asst. secretary; Charles D. Malloy, controller; John S. Almon, v.p.-human resources; Jill Witter, secretary, house counsel.

Directors: Leslie F. Lowe, chairman; Willard L. Levy, Lee M. Liberman, Richard A. Meyer, Elliot H. Stein, H. Edwin Trusheim; Robert C. West, William P. Stritz, Earle H. Harrison, Jr., Lawrence J. Young.

Business Activities: Manufactures and markets uniforms and career apparel for institutions and businesses; operates a national chain of retail uniform and shoe stores; provides rental and laundry services of textiles and garments primarily to health care institutions.

Apparel Trademarks and/or Brand Names: Apples for Life, Anticipating Life, Just Right.

Divisions and Subsidiaries:

Manufacturing and Marketing

Angelica Uniform Group Inc.
 700 Rosedale Avenue
 St. Louis, Missouri 63112
 (314) 889-1111

Designs, manufactures, warehouses and markets a line of washable and tailored non-washable vocational attire.

Angelica-Whitewear Ltd.
 5550 Fulham Street
 Montreal, Quebec H2G 2H4 Canada
 (514) 271-4671

Designs, manufactures, and markets vocational apparel.

Angelica Uniform of Canada, Ltd.
 35 Bunctra Road
 Weston, Ontario M9N 2V8 Canada
 (416) 247-7482

Designs, manufactures and markets vocational apparel.

Retail Sales

Life Uniform & Shoe Shops
 700 Rosedale Avenue
 St. Louis, Missouri 63112
 (314) 889-1111

Operates a nationwide chain of specialty stores selling a full line of uniforms, shoes and related accessories to individuals at retail.

Rental Services

Angelica Healthcare Services Group, Inc.
 10176 Corporate Square Drive
 Suite 150
 St. Louis, Missouri 63132
 (314) 991-2931

Angelica Healthcare Services Group, Inc.
 Western Divisional Office
 300 Ranger Street
 Brea, California 92621
 (714) 579-0909

Provides delivery and cleaning on a rental basis of surgical specialty textiles, garments and hospital linens.

Angelica Healthcare Services Group, Inc.
 Eastern Divisional Office
 10176 Corporate Square Drive
 St. Louis, Missouri 63132
 (314) 991-2931

Provides rental and laundry services of hospital linens and uniforms to hospitals; also provides linen usage cost control system.

Transfer Agent(s):

Center Trust Company
 Stock Transfer Department
 510 Locust Street
 St. Louis, Missouri 63101

Stock Exchange(s): New York

Ticker Symbol: AGL

Sales & Earnings		
	Net Sales +	Net Income
1988	\$ 306,669,000	\$ 17,235,000
1987	291,704,000	16,701,000
1986	269,099,000	17,139,000
1985	246,404,000	16,328,000
1984	220,318,000	15,154,000
	No. of Com. Shares	Earn. per Share ‡
1988	9,342,271	\$ 1.85
1987	9,308,061	1.79
1986	9,291,832	1.84
1985	9,268,413	1.76
1984	9,260,730	1.63

+ Includes rental service revenues.

‡ Based on the average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1988	1987
Manufacturing & marketing	\$ 144,891,000	\$ 131,897,000
Rental serv.	143,235,000	137,168,000
Retail sales	31,579,000	32,801,000
Intersegment	(13,058,000)	(10,162,000)
Total	\$ 306,669,000	\$ 291,704,000

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1988	\$ 0.70	—	—
1987	0.61	—	—
1986	0.59	—	—
1985	0.52	—	—
1984	0.48	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1988	\$ 138,406,000	\$ 14.95
1987	128,217,000 ‡	13.78
1986	116,623,000	12.56
1985	104,990,000	11.34
1984	93,713,000	10.13

‡ After allowing for preferred stock and Class A preferred stock at liquidation value of \$100 per share.

Income Account *

Year ended Jan. 31	1988	1987
Net sales	\$ 163,414,000	\$ 154,536,000
Service revenues	143,235,000	137,168,000
Total revenues	\$ 306,649,000	\$ 291,704,000
Cost of sales	106,520,000	96,537,000
Cost of services	108,501,000	104,211,000
Expenses	99,895,000	56,547,000
Other expense	(1,317,000)	353,000
Income before taxes	\$ 30,236,000	\$ 32,056,000
Income taxes	13,001,000	15,355,000
Net income	\$ 17,235,000	\$ 16,701,000

* Included in Costs and Expenses. Depreciation: \$7,617,000 in 1988 and \$7,104,000 in 1987.

Assets

As of	1988	1987
Cash	\$ 3,342,000	\$ 5,345,000
Receivables	48,918,000	45,826,000
Inventories	63,348,000	56,977,000
Prepaid expenses	1,760,000	3,220,000
Liases in service	23,311,000	20,521,000
Current Assets	\$ 140,579,000	\$ 131,889,000
Fixed Assets	62,707,000	52,989,000
Other assets	13,155,000	10,080,000
Total Assets	\$ 216,441,000	\$ 194,958,000

Liabilities

	1988	1987
Short-term debt	\$ 9,100,000	\$ —
Long-term debt & cap. lease oblig., curr.	2,901,000	3,069,000
Accts. payable	13,773,000	11,058,000
Accrued payroll	3,481,000	3,178,000
Accruals	4,799,000	3,424,000
Income taxes	943,000	2,195,000
Deferred inc. taxes	6,353,000	5,846,000
Cur. liabilities	\$ 45,340,000	\$ 30,770,000
Long-term debt & cap. lease oblig.	21,588,000	25,236,000
Deferred compensation	4,661,000	3,942,000
Deferred inc. taxes	6,092,000	6,439,000
+ Preferred stock	—	286,000
+ Class A	—	1,000
Preferred stock	—	9,308,000
+ + + Common stock	9,342,000	710,000
Add. paid-in capital	1,172,000	—
Retained earnings	129,620,000	118,995,000
Translation adjust.	(219,000)	(629,000)
Treasury stock	(1,135,000)	—
Total Liabilities & Shareholders' Equity	\$ 216,441,000	\$ 194,958,000

* At lower of cost (FIFO) or market.

‡ Less accumulated depreciation.

+ \$100 par value, 5% cumulative.

+ + \$1 stated value, convertible.

+ + + \$1 par value.

Statistical Summary

%Income bef. Taxes to Revenue	9.86	10.99
%Net Income to Revenue	5.62	5.73
%Net Income to Equity	12.42	12.99
Sales to Inventories	2.58	2.71
Debt to Equity	0.24	0.22
Working Capital	\$ 171,101,000	\$ 101,119,000
Current Ratio	4.77	4.29
Shareholders' Equity	\$ 138,780,000	\$ 128,571,000

Athlone Industries, Inc.

200 Weber Road
Parsippany, New Jersey 07054
(201) 887-9100
(212) 425-6530

Officers: Harold J. Miller, chairman of the board & president; Daniel J. Lyons, exec. v.p.; Alan Shaw, v.p., secretary & gen. counsel; Jeremiah M. Healy, v.p. & treasurer; Robert L. Wood, vice president; Raymond P. Fisher, vice president; Charles E. Quinby, v.p. & controller; William L. Olms, asst. controller; Jane S. Pollock, associate general counsel.

Directors: Harold J. Miller*, chairman; Guy F. McCracken, Stanley Harris, Theodore W. Kheel*, Daniel J. Lyons*, Samuel Perlman, Walter J. Roper*, Alan Shaw.

* Member of the Executive Committee

Business Activities: Engaged in the production and sale of women's shirts, blouses and tops, swimwear and shoes; softballs and other sporting goods; stainless steel plate, tool steels, alloy steels and selected carbon specialties; industrial fasteners, nuts, bolts, screws and washers.

Apparel Trademarks and/or Brand Names: Sea Fashions of California, Lee Mar, Marlyne, Hamp Shires, Sea Weed of California

Divisions and Subsidiaries:

Gelfo Manufacturing Co., Inc.
650 Cantagiro Road
Jericho, New York 11753
Manufactures women's, children's and junior swimwear.

Sea Fashions, Inc.
100 East 9th Street
Los Angeles, California 90015
Manufactures women's, children's and junior swimwear.

Lee Mar of California
1250 South Los Angeles Street
Los Angeles, California 90015
Manufactures women's blouses, skirts and related separates.

Dudley Sports Co.
108 Dixon Street
Vadalia, Georgia 30476
Manufactures high-grade softballs.

Hemelch Shoe Division
27 Redington Street
Latham, New Hampshire 03561
Manufactures hand-sewn and machine-sewn women's casual shoes.

Jenop Steel Company
900 Green Street
Washington, Pennsylvania 15301
Produces specialty metals, principally stainless steels, tool steels and nickel alloys.

Reynolds Fasteners, Inc.
120 Clover Place, Raritan Center
Edison, New Jersey 08837
Distributes imported industrial fasteners in the U.S.

Transfer Agent(s):

Manufacturers Hanover Trust Company
450 W. 33rd St.
New York, New York 10001

Stock Exchange(s): New York

Ticker Symbol: ATH

Sales & Earnings

	Net Sales +	Net Income †
1987	\$ 207,775,000	\$ (2,717,000)
1986	195,010,000	1,559,000
1985	217,265,000	(32,393,000)
1984	218,016,000	6,048,000
1983	190,886,000	(493,000)

	No. of Com. Shares	Earn. per Share ‡
1987	2,598,315	\$ —
1986	2,324,587	0.43
1985	2,319,837	—
1984	2,398,637	2.15
1983	2,395,294	—

(Loss)

+ Of continuing operations only.

† Including extraordinary loss of \$1,436,000 in 1987.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1987	1986
Metal prod.		
Specialty steels	\$ 117,265,000	\$ 97,588,000
Industrial fasteners	37,508,000	47,002,000
Consumer prod.	53,002,000	50,420,000
Total	\$ 207,775,000	\$ 195,010,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 1.60	—	—
1986	1.60	—	—
1985	1.60	—	—
1984	1.60	—	—
1983	1.60	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 5,416,000	\$ 2.08
1986	9,075,827	3.90
1985	12,237,199	5.28
1984	51,359,339	21.41
1983	30,235,664	20.97

Income Account

Year ended Dec. 31	1987	1986
Net sales	\$ 207,775,000	\$ 195,010,000
Cost of sales	154,343,000	144,618,704
Expenses	34,371,000	28,156,114
Depreciation & amortization	3,451,000	3,558,403
Interest expense	19,676,000	18,148,901
Div. from prof. stock invest.	(1,581,000)	(2,644,126)
Write-down of invest. in prof. stock	750,000	500,000
Inc. (loss) bef. taxes	\$ (3,235,000)	\$ 2,672,000
Income taxes	885,000	1,113,000
Net income (loss)	\$ (4,120,000)	\$ 1,559,000
Extraord. loss	(1,436,000)	—
Cum. effect of change in acctg. method	2,839,000	—
Net income (loss) & extraord. loss	\$ (2,717,000)	\$ 1,559,000

Assets

As of Dec. 31	1987	1986
Cash & cert. of dep.	\$ 8,621,000	\$ 12,399,327
Receiv., net	29,423,000	27,233,699
*Inventories	69,719,000	57,108,185
Other curr. assets	1,007,000	1,782,375
Current Assets	\$ 108,770,000	\$ 98,523,586
*Fixed assets	26,191,000	27,614,539
Other assets	3,496,000	4,396,790
Intangibles	19,516,000	19,787,283
Invest. in prof. stocks	12,468,000	21,883,577
Assets of discont. oper.	13,036,000	13,026,249
Total Assets	\$ 183,467,000	\$ 185,193,384

Liabilities

	1987	1986
Notes payable	\$ 17,000,000	\$ 18,500,000
Long-term debt, curr.	1,028,000	1,027,890
Accts. payable	16,841,000	20,032,699
Accruals	10,796,000	11,724,090
Liab. of discont. oper.	4,797,000	5,308,776
Current Liabilities	\$ 50,262,000	\$ 56,593,455
Long-term debt	109,003,000	98,410,891
Deferred inc. taxes	1,043,000	793,689
Liab. of discont. oper.	4,797,000	5,308,776
+Retain. prof. stock	3,384,000	3,348,818
+Common stock	260,000	232,439
Add. paid-in capital	5,167,000	85,884
Retained earnings	2,988,000	10,130,670
Valuation allow. for eq. secur.	(2,999,000)	(1,373,186)
Current term. adjust.	—	—
Total Liabilities & Shareholders' Equity	\$ 183,467,000	\$ 185,193,384

* At lower of average cost or market except Metal Products Group inventories at LIFO.

* Less accumulated depreciation and amortization.

+ \$1 par value; nonconvertible.

+ + \$0.10 par value.

Statistical Summary

%Income bef. Taxes to Sales	—	1.37
%Net Income to Sales	—	0.80
%Net Income to Equity	—	17.18
Sales to Inventories	2.94	3.41
Working Capital	\$ 58,508,000	\$ 41,889,491
Current Ratio	2.16	1.74
Shareholders' Equity	\$ 5,416,000	\$ 9,075,827

Barco of California

350 West Rosecrans Avenue
Gardena, California 90247-0835
(213) 323-7315

Officers: Kenneth Donner, chairman of the board & chief exec. officer; David S. Grutman, vice chairman of the board, chief financial officer & secretary; Michael K. Donner, president; Patricia Uchimura, accounting mgr. & asst. secretary.

Directors: Kenneth Donner, David S. Grutman, Louis Siegel, Wesley E. Bellwood, Irwin R. Buchalter, William Berland, Michael K. Donner.

Business Activities: Engaged in the manufacture and marketing of uniform and career apparel, primarily uniforms worn by nurses, doctors, dentists and beauticians.

Trademarks and/or Brand Names: Barco, Mr. Barco, Barco of California, The Right Expression, Elan by Barco, Portrait Clothes by Barco.

Plant Locations: Gardena & Los Angeles, California; Colorado City, Arizona.

Divisions:

Identify Apparel Division

Barco of California

Professional Apparel Division

Subsidiaries:

Barco of Utah

Transfer Agent(s):

City National Bank
Los Angeles, California

Stock Exchange(s): American

Ticker Symbol: BRC

Sales & Earnings

	Net Sales	Net Income
1986	\$ 20,602,000	\$ (1,105,000)
1985	22,077,000	(179,000)
1984	24,733,000	278,000
1983	24,261,000	760,000
1982	27,157,000	789,000

	No. of Com. Shares #	Earn. per Share #
1986	2,105,640	\$ —
1985	2,105,640	—
1984	2,105,640	0.13
1983	2,105,640	0.36
1982	2,133,333	0.37

(Loss)

Based on the weighted average number of shares outstanding.

Revenues by Line of Business

	1986	1985	1984	1983
Professional uniforms	70.0%	63.0%	70.1%	80.0%
Career apparel	30.0%	37.0%	29.9%	20.0%
Total	100.0%	100.0%	100.0%	100.0%

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	\$ —	—	—
1985	—	—	—
1984	0.12	—	—
1983	0.12	—	—
1982	0.12	—	—

Common Stock Equity

	Total Equity	Equity Per Share #
1986	\$ 10,859,000	\$ 5.16
1985	11,964,000	5.68
1984	12,143,000	5.77
1983	12,117,000	5.75
1982	11,609,000	5.44

Based on the average number of shares outstanding.

Income Account *

	6/28/86	6/29/85
Net sales	\$ 20,602	\$ 22,077
Cost of sales	14,868	15,321
Expenses	7,862	7,092
Loss bef. taxes	\$ (2,128)	(336)
Tax credit	(1,023)	(157)
Net Loss	\$ (1,105)	\$ (179)

* Included in Costs and Expenses, Depreciation and Amortization: \$279,000 in 1986 and \$454,000 in 1985.

Assets (000's)

As of	6/28/86	6/29/85
Cash	\$ 946	\$ 312
Accts. receiv., net	3,687	5,506
*Inventories	5,387	5,889
Refundable income taxes	809	340
Prepaid expenses	95	261
Current Assets	\$ 10,924	\$ 12,308
*Fixed assets	1,732	1,941
Other assets	351	496
Total Assets	\$ 13,007	\$ 14,745

Liabilities (000's)

Long-term debt, curr.	\$ 31	\$ 58
Accts. payable	1,205	1,400
Accruals	439	440
Accrued emp. ret. plan	81	67
Deferred taxes	392	784
Current Liabilities	\$ 2,148	\$ 2,749
Long-term debt	—	32
*Common stock	2,106	2,106
Add. paid-in capital	39	39
Retained earnings	8,714	9,819
Total Liabilities & Shareholders' Equity	\$ 13,007	\$ 14,745

* At lower of cost (FIFO) or market.

Less accumulated depreciation and amortization.

+ \$1 per value.

Statistical Summary

Sales to Inventories	3.82	3.75
Debt to Equity	—	0.01
Working Capital	\$ 8,776,000	\$ 9,559,000
Current Ratio	5.09	4.48
Shareholders' Equity	\$ 10,859,000	\$ 11,964,000

R.G. Barry Corporation

13405 Yarmouth Rd. N.W.
Pickerington, Ohio 43147
(614) 864-6400

Mailing address:
P.O. Box 129
Columbus, Ohio 43216

Officers: Gordon Zacks, chairman of the board & chief exec. officer; Wade M. Harn, president & chief operating officer; Robert Woodruff, v.p.-operations; Lauritz K. Knudsen, v.p.-sales; Charles Ostrander, v.p.-marketing; Richard Burrell, v.p.-finance, treasurer & secretary; Richard W. Zborowski, v.p.-human resources.

Directors: Gordon Zacks, Edward Stan, Eugene Saypol, Harvey M. Krueger, William Ellis, Jr., Wade M. Harn, Richard L. Burrell, William Giovannello, Melvin L. Schotenstein, Allan J. Blostein.

Business Activities: Engaged in the production and distribution of leisure time comfort footwear (both leather and textile) for men, women and children. Principal outlets for Barry's footwear products are department stores and specialty shops.

Trademarks and/or Brand Names: Angel Trends, Dearfoams, Madye's, Snug Trends, Dearfoams For Kids, Dearfoams for Men.

Plant Location(s): Goldsboro, N.C.; San Angelo, Laredo, Texas; Ciudad Juarez, Ciudad Acuna & Nuevo Laredo, Mexico.

Divisions and Subsidiaries:

Bentley Sales
13405 Yarmouth Road
Pickerington, Ohio 43147
(614) 864-6400

Dearfoams Brands Sales
350 5th Avenue, Suite 1228
New York, New York 10118
(212) 947-7580

Barry de Mexico
Cesar Lopez de Lara Avenue
Nuevo Laredo, Mexico

Transfer Agent(s):

The Bank of New York
48 Wall Street
New York, New York 10005

Huntington National Bank
Columbus, Ohio

Stock Exchange(s): American

Ticker Symbol: RGB

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 97,021,000	\$ 2,861,000
1986*	86,434,000	4,336,000
1985	95,710,000	(910,000)
1984	120,200,000	144,000
1983	102,721,000	1,076,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	3,823,000	\$ 0.74
1986*	3,846,000	1.13
1985	3,816,000	—
1984	4,057,000	0.04
1983	3,867,000	0.28

(Loss)

* 53 weeks.

† Including extraordinary gains of \$888,000 (\$0.23 per share) in 1986 and \$475,000 (\$0.16 per share) in 1983.

‡ Based on the average number of shares outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 27,781,000	\$ 7.27
1986	24,972,000	6.49
1985	20,318,000	5.32
1984	23,319,000	5.75
1983	23,175,000	5.99

Income Account*

Year ended	1/2/88	1/3/87 (53 weeks)
Net sales	\$ 97,021,000	\$ 86,434,000
Cost of sales	58,733,000	49,859,000
Expenses	32,931,000	29,923,000
Royalty income	(1,207,000)	(892,000)
Interest expense	1,455,000	1,877,000
Income bef. taxes	\$ 5,109,000	\$ 5,867,000
Income taxes	2,248,000	2,419,000
Net Income	\$ 2,861,000	\$ 3,448,000
Extrord. gain	—	888,000
Net Income & extrord. gain	\$ 2,861,000	\$ 4,336,000

* Included in Costs and Expenses, Depreciation: \$995,000 in 1987 and \$1,060,000 in 1986.

As of	1/2/88	1/3/87
Cash	\$ 13,257,000	\$ 21,343,000
Accts. receiv., net	12,744,000	11,224,000
*Inventories	13,704,000	13,003,000
Prepaid expenses	2,754,000	2,219,000
Current Assets	\$ 42,459,000	\$ 47,689,000
#Fixed assets	9,223,000	7,905,000
Other assets	935,000	1,005,000
Total Assets	\$ 52,617,000	\$ 56,599,000

Liabilities	1/2/88	1/3/87
Long-term debt, curr.	\$ 1,274,000	\$ 1,664,000
Accts. payable	5,397,000	2,251,000
Accrued expenses	3,320,000	3,507,000
Accrued income taxes	1,724,000	1,508,000
Current Liabilities	\$ 11,715,000	\$ 8,930,000
Other liabilities	458,000	508,000
Long-term debt	12,663,000	22,189,000
+Common stock	3,823,000	3,846,000
Add. paid-in capital	13,071,000	13,302,000
Deferred compensation	(1,445,000)	(1,647,000)
Retained earnings	12,500,000	9,471,000
Total Liabilities & Shareholders' Equity	\$ 52,617,000	\$ 56,599,000

* At cost (not in excess of market).
Less accumulated depreciation and amortization.
+ \$1 par value.

Statistical Summary		
%Income bef. Taxes to Sales	5.27	6.79
%Net Income to Sales	2.95	3.99
%Net Income to Equity	10.30	13.81
Sales to Inventories	7.08	6.65
Debt to Equity	0.50	0.96
Working Capital	\$ 30,744,000	\$ 38,759,000
Current Ratio	3.62	3.34
Shareholders' Equity	\$ 27,781,000	\$ 24,972,000

BASF Corporation

(Fibers Division)

P.O. Drawer D
Williamsburg, Virginia
(804) 887-6700

BASF Corporation is a wholly owned subsidiary of BASF AG of Ludwigshafen, West Germany.

Officers: R. Wayne Godwin, president; Roger R. Zoccolillo, group v.p.-marketing; Ray H. Dean, group v.p.-manufacturing; Klaus H. Messinger, sr. v.p.-administration; Albert R. Trevarthen, sr. v.p.-human resources; Wolfgang K. Martin, v.p.-research & development; Howell S. Lewis, controller.

Directors: Joergen F. Strube, chairman; Johannes Grohmann, Joergen Kammer, Hans Kopper, Norbert Rudolph, Edwin Stenzel, Frederick Bernthal, J. Larry Jameson, Wolfgang Ritter, Hans-Uwe Schenck.

Business Activities: The Fibers Division is engaged in the production and marketing of fibers and yarns, including nylon-6 and acrylic staple and yarns for apparel, home furnishings, and industrial end uses.

Trademarks and/or Brand Names: Zefran, Zeftron, Zeftron 500, Vivana, Zefsport, Zantrel, Golden Glow, Golden Touch, Silky Touch, Ultra Touch, Strialine.

Plant Locations(s): Anderson & Allendale & Central, S.C.; Freeport, Texas; Williamsburg, Va.; Sylvania, Ga.; Arnprior, Ont., Canada; Lowland, Tenn.; Enka, N.C.

Textile Subdivision

BASF Fibers Inc.
1565 Carling Avenue
Ottawa, Ontario K1Z 8R1 Canada
(613) 725-3885

Bay Mills Limited

(No longer a public company)

277 Lakeshore Road East
Suite 400
Oakville, Ontario L6J 6J3 Canada
(416) 842-8808

Officers: M. L. Besson, chairman of the board; C. C. Rue, president; A. G. Farrell, vice president; J. G. Cooper, vice president; F. J. Kurschner, vice president; D. E. Minchin, v.p.-finance.

Directors: M. L. Besson, chairman; S. F. Cerny, E. J. Finn, J. D. Loveridge, Z. D. Simo, C. C. Rue, L. Waisberg.

Business Activities: Bay Mills is a manufacturer and marketer of a wide range of engineered materials, most of which have a fiber base. Operates five decentralized divisions, each of which has its own development, manufacturing, marketing and financial functions.

Trademarks and/or Brand Names: Baygard, Bamiles, Perma-Screen, Fibatase, Bayex, Glasgrid, Fibacrete, Glas-fish, Stitchmat.

Plant Locations: Midland, St. Catharines, Burlington, & Brampton, Ontario; Calgary, Alberta; Montreal, Quebec; Albion, New York; Wichita Falls, Texas; Dover, Ohio.

Divisions and Subsidiaries

Midland Division
Midland, Ontario, Canada
Operates from a plant in Midland, Ontario, manufacturing engineered materials used to reinforce rubber, high performance plastic, plaster, asphalt, and wood. The company also produces reinforcement fabrics made of graphite and aramid fibers at this plant.

Bayex Division
St. Catharines, Ontario, Canada
Operates from plants in St. Catharines, Ontario, and Albion, New York. Produces non-woven materials for reinforcement of paper, insulation and roofing.

Bayex Incorporated
Albion, New York

Brampton Division
Brampton, Ontario, Canada
Operates from a plant in Brampton, Ontario, manufacturing fiberglass and aluminum insect screening, industrial screening, aluminum wire for coaxial cable and other industrial uses and electrical fence systems.

Homeshield Division
Brampton, Ontario, Canada
Operates from plants in Brampton and Calgary. Produces accessories for the manufacturers of windows, doors and aluminum siding in the construction industry. Les Produits Duvernay Ltée, a 50% owned subsidiary, has a plant in Montreal producing the same range of products.

BayComp Division
Burlington, Ontario, Canada
Operates from a plant in Burlington, Ontario, manufacturing fiber reinforced thermoplastic composites used in the winding of pipe, pressure vessels and tubing as well as structures for aerospace, military and automotive applications such as drive shafts and torsion arms. Glass, aramid and carbon fibers are combined with a wide range of thermoplastic polymers.

Les Produits Duvernay Ltée. (50% owned)
Montreal, Quebec, Canada

CerBay Company (50% owned)

Wichita Falls, Texas
This 50% owned joint venture, with CertainTeed Corporation, operates from a plant in Wichita Falls, Texas, and produces materials for the fiber reinforced plastics industry for marine and transportation applications.

Baylite Division
Brampton, Ontario
Produces fixed, vending and decorative inserts for steel and wood doors.

Perma Glas-Mesh
Dover, Ohio
Produces dry wall joint tape and miscellaneous fiberglass and cotton products for the roofing industry.

Bayly Corp.

(50.8%-Owned by OTF Equities, Inc.)

Bldg. 22
Denver Tech Center
Englewood, Colorado 80111
(303) 773-3850

Officers: David T. Marantette, III, chairman of the board & chief executive officer; Richard P. Thrush, president & chief operating officer; Edward Calligan, v.p.-new business development; Louis F. Costello, v.p. & chief financial officer; William H. Harrington, v.p. & pres.-Aspen Leaf; Joseph L. Holgerson, v.p.-operations; Kenneth R. Dell, v.p.-human resources; Calvin Tipton, secretary & treasurer; Peter Jackel, v.p. & pres.-Op Apparel Group; Roger Weyel, v.p.-Bayly Apparel.

Directors: David T. Marantette, III, chairman; Charles J. Bock, John J. Brinkel, Leet E. Denton, Ronald T. Hill, Charles F. Talbot, Jr., Richard P. Thrush.

Business Activities: Manufacturer of leisure and utility apparel, largely men's and boy's clothing. Jeans and leisure wear comprise the major portion of its operations. Also operates retail stores specializing in sports equipment and casual wear.

Trademarks and/or Brand Names: Ocean Pacific, Plain Pockets, O'Neill, Sun East, St. John's Bay, Mervyn's Code Bleu, Fresh Squeeze.

Plant Location(s): Sanger & Visalia, Calif.; Pleasant Grove, Utah; Waco, Texas; Allende, Mexico; Jamaica.

Divisions

Aspen Leaf Retail Division
Operates retail stores in Denver and Colorado Springs, Colorado, Minneapolis, and Dallas, Texas.

Bayly Apparel Division
Manufactures a wide assortment of men's, women's and children's clothing.

Transfer Agent(s)

Bank of America, N.T. & S.A.
55 Hawthorne Street
San Francisco, California 94105

Stock Exchange(s): Over-the-Counter

Ticker Symbol: BAYL (NASDAQ)

Sales & Earnings

	Net Sales +	Net Income +
1986	\$ 182,504,000	\$ 2,528,000
1985	158,592,000	(798,000)
1984	131,585,000	1,194,000
1983	101,632,000	3,204,000
1982	92,959,000	(2,531,000)

Bayly Corp.

	No. of Com. Shares	Earn. per Share
1986	2,394,000	\$ 1.06
1985	2,401,000	—
1984	2,435,000	0.49
1983	2,409,000	1.33
1982	2,716,000	—

(Loss)
+ Of continuing operations only.
‡ Based on the average number of shares outstanding adjusted to reflect stock split.

Revenues by Line of Business (000's)

	1986	1985
Apparel	\$ 173,832	\$ 145,195
Retail	8,512	12,860
Other income	160	537
Total	\$ 182,504	\$ 158,592

Common Stock

	Cash Dividend‡	Stock Dividend	Stock Split
1986	\$ 0.12	—	—
1985	0.12	—	—
1984	0.12	—	—
1983	0.07	—	4-for-1
1982	0.05	—	—

‡ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1986	\$ 24,527,000	\$ 10.25
1985	24,522,000	10.21
1984	25,292,000	10.39
1983	23,986,000	9.96
1982	23,463,312	8.64

‡ Based on the average number of shares outstanding adjusted to reflect stock split.

Income Account*

Year ended Oct. 31	1986	1985
Net sales	\$ 182,344,000	\$ 158,055,000
Other income	160,000	537,000
Total income	\$ 182,504,000	\$ 158,592,000
Cost of sales	123,542,000	113,321,000
Expenses	46,764,000	38,712,000
Shipping exp.	4,519,000	4,063,000
Interest expense	2,859,000	3,831,000
Income (loss) bef. taxes	\$ 4,820,000	\$ (1,335,000)
Income taxes (credit)	2,292,000	(737,000)
Net Income (Loss)	\$ 2,528,000	\$ (998,000)

* Included in Costs and Expenses, Depreciation: \$4,174,000 in 1986 and \$4,030,000 in 1985.

Assets

As of Oct. 31	1986	1985
Cash & cert. of deposit	\$ 3,773,000	\$ 3,360,000
Acct. receiv., net	20,387,000	17,431,000
Refundable taxes	1,403,000	2,813,000
Inventories	38,810,000	23,253,000
Def. inc. tax benefits	270,000	306,000
Prepaid expenses	1,274,000	327,000
Current Assets	\$ 65,917,000	\$ 47,490,000
Fixed assets	10,721,000	9,123,000
Other assets	4,190,000	6,176,000
Total Assets	\$ 80,788,000	\$ 62,789,000

Liabilities

Notes payable	\$ 18,269,000	\$ 1,275,000
Long-term debt	2,212,000	3,885,000
Accts. payable	16,257,000	12,234,000
Accruals	8,315,000	5,362,000
Current Liabilities	\$ 45,053,000	\$ 22,776,000
Long-term debt	9,884,000	14,148,000
Deferred inc. taxes	1,324,000	1,343,000
+ Common stock	2,816,000	2,816,000
Add. paid-in capital	718,000	544,000
Retained earnings	25,913,000	23,662,000
Treasury stock	(4,920,000)	(2,900,000)
Total Liabilities & Shareholders' Equity	\$ 80,788,000	\$ 62,789,000

* At lower of cost (LIFO) or market.
‡ Less accumulated depreciation.
+ \$1 per value.

Statistical Summary

% Income bef. Taxes to Sales	2.64	—
% Net Income to Sales	1.39	—
% Net Income to Equity	10.31	—
Sales to Inventories	4.70	6.80
Debt to Equity	0.40	0.79
Working Capital	\$ 20,844,000	\$ 24,714,000
Current Ratio	1.46	2.09
Shareholders' Equity	\$ 24,527,000	\$ 24,522,000

Becton, Dickinson and Company

One Becton Drive
Franklin Lakes, New Jersey 07417-1880
(201) 848-6800

Officers: Wesley J. Howe, chairman of the board & chief exec. officer; Raymond V. Gilmartin, president; Robert G. Butler, secretary; Robert P. Dennis, v.p. & treasurer; John W. Gagliardo, v.p. & general counsel; Donald S. Hetzel, v.p.-research & development; Mark H. Borofsky, v.p.-taxes; Edward D. Lundy, v.p.-organization planning & development; Edward R. Duffie, Jr., v.p.-medical affairs; E. Ralph Biggs, group president; Wilson Nolen, vice president; Nagash S. Mhatre, vice president; Robert A. Reynolds, v.p. & controller; James W. Hulse, v.p.-quality and regulatory affairs; C. Edward Snyder, v.p.-human resources; Paul Cressinger, group president; Clateo Castellini, Herbert B. Morote, sector president; Walter M. Miller, sector president.

Directors: Wesley J. Howe*, chairman; Henry P. Becton, Harry N. Beatty, Raymond V. Gilmartin*, Robert W. Haack, Richard W. Hanselman*, William B. Macomber, Frank A. Olsen, Gerald M. Edelman*, Raymond S. Trubish*, Thomas A. Holmes, Gloria M. Shatto.

* Member of the Executive Committee

Business Activities: In the textile area, the Company manufactures and markets a broad line of natural latex and plastic coated industrial gloves for product and worker protection, inspection and production line use, and a line of protective clothing which includes aprons, overalls and wetwear.

Textile Divisions and Subsidiaries

Edmont
1300 Walnut Street
Cohioco, Ohio 43812
Produces personal safety wearing apparel primarily for automobile and construction industries.

Deseret Medical
Manufactures specialty surgical gloves and other surgical products.

Transfer Agent(s)

Morgan Shareholder Services Trust Company
30 West Broadway
New York, New York 10015

Stock Exchange(s): New York

Ticker Symbol: BDY

Sales & Earnings

	Net Sales (000's)	Net Income + (000's)
1987	\$ 1,581,957	\$ 148,164
1986	1,311,569	121,930
1985	1,143,799	88,002
1984	1,126,845	63,403
1983	1,119,520	33,930

+ Including extraordinary gains of \$10,017,000 (\$0.23 per share) in 1986.

‡ Based on the average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Revenues by Line of Business (000's)

	1987	1986
Medical	\$ 920,958	\$ 708,587
Diagnostic	541,924	454,846
Other	119,075	148,136
Total	\$ 1,581,957	\$ 1,311,569

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.74	—	—
1986	0.66	—	2-for-1
1985	0.60	—	—
1984	0.58125	—	—
1983	0.375	—	—

Common Stock Equity

	Total Equity (000's)	Equity Per Share +
1987	\$ 861,284	\$ 21.62
1986	803,925	19.62
1985	681,052	16.82
1984	606,775	15.03
1983	597,710	14.40

+ Adjusted to reflect stock split.

Income Account*

Year ended Sept. 30	1987	1986
Net sales	\$ 1,581,957	\$ 1,311,569
Cost of sales	855,437	715,484
Expenses	300,135	417,833
Restruct. costs	7,000	10,608
Interest expense	70,872	33,353
Interest income	(16,686)	(17,988)
Other income	(43,693)	(20,482)
Income before taxes	\$ 208,852	\$ 172,761
Income taxes	67,033	60,848
Net Income	\$ 141,819	\$ 111,913
Extraord. gain	6,345	10,017
Net Income & extraord. gain	\$ 148,164	\$ 121,930

* Included in Costs and Expenses, Depreciation and Amortization: \$92,727,000 in 1987 and \$72,128,000 in 1986.

Assets (000's)		
As of Sept. 30	1987	1986
Cash & short term invest.	\$ 189,033	\$ 172,840
Receivables, net	295,835	252,199
*Inventories	305,065	268,330
Other curr. assets	52,371	89,426
Current Assets	\$ 842,304	\$ 782,795
Investments	41,327	41,344
*Fixed assets	754,872	631,306
Intangibles & other assets	252,975	235,471
Total Assets	\$ 1,891,478	\$ 1,690,916

Liabilities (000's)		
Long-term debt, curr.	\$ 182,585	\$ 154,674
Accts. payable & other liabilities	310,431	290,745
Current Liabilities	\$ 493,016	\$ 445,419
Long-term debt	479,559	391,664
Deferred inc. taxes	57,619	49,908
+Common stock	42,674	42,392
Add. paid-in capital	141,655	127,220
Foreign curr. trans. adj.	(16,094)	(29,462)
Retained earnings	823,276	704,815
Treasury stock	(130,227)	(41,040)
Total Liabilities & Shareholders' Equity	\$ 1,891,478	\$ 1,690,916

* At lower of cost (LIFO) or market.
Less accumulated depreciation and amortization.
+ \$1 per value.

Statistical Summary		
%Income bef. Taxes to Sales	13.20	13.17
%Net Income to Sales	8.96	9.30
%Net Income to Equity	16.47	13.92
Sales to Inventories	5.19	4.89
Debt to Equity	0.77	0.68
Working Capital	\$ 349,288,000	\$ 337,376,000
Current Ratio	1.71	1.76
Shareholders' Equity	\$ 861,284,000	\$ 803,925,000

Khazana Division
Produces a full line of woven and knit garments for the Missy market (ages 28 to 48).

Transformer Division
Specializes in loungewear and intimate apparel.

Body Drama Division
Specializes in loungewear and intimate apparel.

Ultior Motives Division
Markets dresses for the Junior market.

Transfer Agent(s):

California First Bank
8155 Mercury Court
P.O. Box 2529
San Diego, California 92112

Stock Exchange(s): Over-the-Counter

Ticker Symbol: BEBA (NASDAQ)

Sales & Earnings		
	Net Sales	Net Income
1987	\$ 107,601,000	\$ 4,106,000
1986	94,031,000	3,210,000
1985	46,436,000	1,762,000
1984	33,936,000	1,085,000
1983	17,304,000	281,000

	No. of Com. Shares	Earn. per Share
1987	4,914,000	\$ 1.01
1986	3,870,000	0.93
1985	2,365,000	0.77
1984	2,279,000	0.48
1983	2,279,000	0.12

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock			
	Cash Dividend	Stock Dividend	Stock Split
1987	\$ —	—	—
1986	—	—	—
1985	—	—	—
1984	0.06	—	—
1983	0.06	—	—

Common Stock Equity		
	Total Equity	Equity Per Share
1987	\$ 48,395,000	\$ 9.85
1986	25,571,000	6.61
1985	5,340,000	2.26
1984	3,366,000	1.48
1983	2,416,000	1.06

Income Account *		
Year ended Aug. 31	1987	1986
Net sales	\$ 107,600,961	\$ 94,031,402
Cost of sales	81,877,141	71,619,642
Expenses	17,083,450	14,918,649
Profit sharing plan	485,535	186,700
Interest expense	250,084	867,042
Interest income	(268,203)	(82,860)
Income before taxes	\$ 8,170,954	\$ 6,522,229
Income taxes	4,073,161	3,312,426
Minority interest	(8,082)	—
Net Income	\$ 4,105,875	\$ 3,209,803

* Included in Costs and Expenses, Depreciation and Amortization: \$288,390 in 1987 and \$196,612 in 1986.

Assets		
As of Aug. 31	1987	1986
Cash	\$ 14,420,790	\$ 3,397,509
Accts. receiv., net	26,163,051	19,375,300
*Inventories	13,360,221	13,530,290
Deferred inc. taxes	1,198,022	947,784
Other curr. assets	504,715	310,167
Current Assets	\$ 55,646,799	\$ 37,561,050
*Fixed assets	1,465,326	1,192,120
Other assets	811,545	138,879
Total Assets	\$ 57,923,630	\$ 38,892,049

Liabilities		
Notes payable	\$ 537,134	\$ 6,799,816
Accts. payable & accruals	8,364,017	5,247,738
Income taxes	635,839	1,273,477
Current Liabilities	\$ 9,537,010	\$ 13,321,031
Minority interest	(8,082)	—
+Common stock	36,110,453	17,392,644
Retained earnings	12,284,249	8,178,374
Total Liabilities & Shareholders' Equity	\$ 57,923,630	\$ 38,892,049

* At lower of cost (FIFO) or market.
Less accumulated depreciation and amortization.
+ No par value.

Statistical Summary		
%Income bef. Taxes to Sales	7.59	6.94
%Net Income to Sales	3.82	3.41
%Net Income to Equity	8.48	12.55
Sales to Inventories	8.05	6.95
Debt to Equity	0.01	0.27
Working Capital	\$ 46,109,749	\$ 24,240,019
Current Ratio	5.83	2.82
Shareholders' Equity	\$ 48,394,702	\$ 25,571,018

Beeba's Creations, Inc.

9220 Activity Road
San Diego, California 92126
(619) 549-2922

Officers: Arjun C. Waney, chairman & chief executive officer; Steven P. Wyandt, president & chief operating officer; Thomas P. Baumann, v.p. & chief financial officer; Ronald I. Herron, vice president; Ervin Tullman, vice president; Hsiao Waney, vice president; John R. Valkus, treasurer; Linda K. Maskovich, secretary.

Directors: Arjun C. Waney, Luther A. Henderson, Eugene B. Price, II, Terrance M. Gill, William J. Ferguson.

Business Activities: The Company is a wholesale importer and distributor of women's sportswear manufactured to its specifications and distributed in the United States under Company brand labels and private retailer labels.

Trademarks and/or Brand Names: Pinot Noir, In Short, Avocado, Khazana, Transformer, Body Drama.

Divisions:

Beeba's Division
Markets women's woven blouses, shirts and unlined jackets in the popular-priced segment of the Junior market (ages 18 to 28).

In Short Division
Specializes in shorts, rompers, jumpsuits, skirts and dresses for the Junior market.

Belding Heminway Company, Inc.

1430 Broadway
New York, New York 10018
(212) 944-6040

Officers: Richard Hausman, chairman of the board & chief executive officer; Samuel Hausman, vice chairman; Jack Hausman, vice chairman; Leo Hausman, vice chairman; Robert Brown, president & chief operating officer; Bruce Hausman, sr. v.p.; Ronald V. Kaplan, v.p. & treasurer; Charles J. Palermo, v.p. & controller; Bruce Klein, v.p. secretary & corporate counsel; Richard F. Burke, v.p.; Alan R. Sorrell, v.p.

Directors: Jack Hausman*, Leo Hausman*, Samuel Hausman*, Bernard Hellman, Richard T. Krop*, Robert H. Brown*, Martin C. Hausman*, Richard Hausman*, Bruce Hausman*, Alan B. Sorrell, Louis J. Lefkowitz*, Bernard Herrmann, John W. Kluge*.

* Member of the Executive Committee

Business Activities: Engaged in the production and sale of home sewing products, including threads, buttons notions, zippers, sewing aids, and materials for embroidery, knitting, crocheting and hand weaving. Produces industrial threads and yarns as well as decorative fabrics sold principally to manufacturers of draperies, luggage and bedspreads. The Company also invests in real estate partnerships.

Trademarks and/or Brand Names: Le Chic, La Mode, Le Bouton, Costumaker, Permafrost, My Favorite Things, Loving Touch, Corticelli, Lily, Penn, Le Petite, Classic, Boutique.

Plant Location(s): Watertown & Putnam, Conn.; Elizabeth, N.J.; Hendersonville & Spindale, N.C.; Emporia, Va.; Lansing, Iowa.

Belding Heminway Company, Inc.

Divisions:

Industrial Division
Consumer Products Division
Real Estate

Subsidiaries:

B. Blumenthal & Co., Inc.
Belding Chemical Industries, Inc.
Belding Hausman, Inc.
Belding Real Estate Corporation
Belding International Corporation
Corticelli Real Estate Corporation
The Elmore Corporation
Interstate Cellular Network, Inc.
Pentapco, Inc.
Southampton Textile Company, Inc.
The Hemingway & Bartlett Manufacturing Company
Lansing Company, Inc.

Transfer Agent(s):

Registrar & Transfer Company
10 Commerce Drive
Cranford, New Jersey 07016

Stock Exchange(s): New York

Ticker Symbol: BHY

Sales & Earnings

	Net Sales	Net Income
1987	\$ 146,445,000	\$ 5,192,000
1986	121,004,000	3,737,000
1985	113,202,000	4,311,000
1984	124,082,000	5,001,000
1983	113,620,000	5,114,000

	No. of Com. Shares ↑	Earn. per Share ↑
1987	2,343,928	\$ 2.22
1986	2,599,636	1.44
1985	2,758,828	1.56
1984	2,815,287	1.78
1983	2,925,540	1.75

↑ Based on the average number of shares outstanding.

Revenues by Line of Business (000's)

	1987	1986
Home sewing division	\$ 49,866	48,989
Industrial division	96,579	72,015
Total	\$ 146,445	121,004

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.50	—	—
1986	0.40	—	—
1985	0.40	—	—
1984	0.40	—	—
1983	0.39	—	—

Common Stock Equity

	Total Equity	Equity Per Share ↑
1987	\$ 41,674,000	\$ 17.78
1986	45,764,000	17.60
1985	47,041,000	17.05
1984	45,508,000	16.16
1983	42,822,000	14.64

↑ Based on the average number of shares outstanding.

Income Account (000's)

Year ended		
Dec. 31	1987	1986
Net sales	\$ 146,445	\$ 121,004
Cost of sales	96,894	79,002
Expenses	37,610	32,589
Depreciation & amortization	2,731	2,983
Interest expense	2,546	1,739
Eq. in ears of rl. est. partner	(466)	(745)
Gain on sale of invest.	(904)	(146)
Other income	(458)	(905)
Income before taxes	\$ 8,492	\$ 6,487
Income taxes	3,300	2,750
Net Income	\$ 5,192	3,737

Assets (000's)

As of Dec. 31	1987	1986
Cash	\$ 10,171	\$ 4,266
Accts. receiv., net	25,270	22,758
*Inventories	27,987	32,960
Other curr. assets	2,418	2,506
Current Assets	\$ 65,846	\$ 62,490
*Fixed assets	12,101	12,358
Other assets & defer. charges	13,655	12,270
Intangibles	1,766	1,554
Total Assets	\$ 93,368	\$ 88,672

Liabilities (000's)

Bank loans	\$ 250	3,850
Long-term debt & capital lease, curr.	501	1,837
Accts. payable	4,162	3,846
Accruals	9,495	7,652
Income taxes	2,089	1,143
Curr. liabilities	\$ 16,497	18,328
Investments	1,838	1,486
Long-term debt	31,195	20,231
Deferred inc. taxes	1,876	2,963
Other liabilities	288	—
+ Common stock	3,605	3,605
Add. paid-in capital	13,812	13,808
Retained earnings	44,845	40,788
Treasury stock	(20,588)	(12,437)
Total Liabilities & Shareholders' Equity	\$ 93,368	\$ 88,672

* A: lower of cost (principally average) or market.
* L: as accumulated depreciation and amortization.
+ \$1 par value.

Statistical Summary

% Income bef. Taxes to Sales	5.80	5.36
% Net Income to Sales	3.55	3.09
% Net Income to Equity	12.46	8.17
Sales to Inventories	5.23	3.67
Debt to Equity	0.77	0.57
Working Capital	\$ 49,349,000	\$ 44,162,000
Current Ratio	3.99	3.41
Shareholders' Equity	\$ 41,674,000	\$ 45,764,000

Bemis Company, Inc.

800 Northstar Center
Minneapolis, Minnesota 55402
(612) 340-6000

Officers: Howard J. Curler, chairman & chief executive officer; John H. Roe, president & chief operating officer; John N. Dempsey, v.p. science & technology; Edwin S. McBride, exec. v.p.; Scott W. Johnson, v.p., secretary & general counsel; LeRoy F. Bazany, v.p. & controller; Lisa Locken, asst. secretary & director of corporate communications; Benjamin R. Field, v.p. & treasurer.

Directors: Edwin S. McBride, John R. Bemis, Edward W. Asplin*, E. T. Birger*, John N. Dempsey, Howard J. Curler*, Winston R. Wallin, John H. Roe*, Nancy Parsons McDonald, Robert A. Greenkorn, Robert F. Zicarelli*, William N. Wray.

* Member of the Executive Committee

Business Activities: Supplier of packaging products, pressure sensitive adhesives, nonwoven fabrics, lithographic plates, chemicals and plate processing equipment, coated and laminated products, packaging machinery.

Divisions and Subsidiaries:

Packaging

Curwood, Inc.
New London, Wisconsin
Coated, laminated and printed roll stock and pouches; packaging machinery.

Curwood Packaging (Canada), Ltd.
Georgetown, Ontario, Canada
Printed, laminated, multi-layer and coated plastic, foil and paper packaging materials.

Bemistape (Bemis Company, Inc.)
Oshkosh, Wisconsin
Pressure-sensitive and heat-sealing packaging tapes.

Custom Resins, Inc.
Henderson, Kentucky
Manufacture of nylon 6 resin for films, injection-molding and coatings.

Lustour Corp.
Murphysboro, Illinois
Rotogravure-printed and embossed labels and wrappers; laminated packaging films.

MacKay/Gravure Systems, Inc.
Louisville & Florence, Kentucky
Photoengraving of rotogravure cylinders.

Accraply, Inc.
Minnetonka, Minnesota
Manufacture of pressure-sensitive labeling equipment and pressure-sensitive labels.

Film Division
Flemington, New Jersey
Terre Haute, Indiana
Union City, California
Consumer-size and industrial polyethylene bags, film, liner and roll stock.

Bemis Packaging Service Machinery Company
Minneapolis, Minnesota
Bag weighing, filling, closing and conveying equipment; corrugated case loading, sealing and imprinting equipment; insulation fabricating and packaging units.

Hayssen Manufacturing Co.
Sheboygan, Wisconsin
Spartanburg, South Carolina
Fill seal systems and blow molding machinery.

Hayssen Europa, Ltd.
Thetford, England
Form-fill-seal systems; blow molding equipment.

Hayssen Europa s.r.l.
Zingonia, Italy
Form-fill-seal systems; bundling machinery.

Bemis Machinery Co.
Green Bay, Wisconsin
Powder and liquid fill; and capping equipment.

Mankato Corp.
Mankato, Minnesota
Cartons and specialty packaging.

Louisiana Plastics, Inc.
Louisiana, Missouri
Panama City, Florida
Injection-molded plastic containers.

Bemis Craftit, S.A. (49% owned)
Matehuala, Mexico
Open-mesh fabrics and bags; specialty products.

Bemis de El Salvador, S.A. (49% owned)
Santa Ana, El Salvador
Open-mesh fabrics and bags and specialty products.

Bemis Maral S.A.
San Luis Potosi, Mexico
Industrial Products

MACTac (Morgan Adhesives Company 87%-owned)
Stow, Ohio
Pressure-sensitive adhesive print stock, decorative trim, reflective products and industrial fastening systems; label-applying equipment.

MACTac Europe S.A.
Sotignies, Belgium

MACTac Canada Ltd./Ltée.
Brampton, Ontario, Canada

MACTac Mexico, S.A. (Affiliate)
San Luis Potosi, Mexico

Sackner Products, Inc.
Grand Rapids & Sterling Heights, Michigan
Statesville, North Carolina
Los Angeles, California
Albion, Indiana, Tupelo, Mississippi
Automotive and furniture padding, components and trim; extruded vinyl moldings and shapes; specialty woven products.

Pervel Industries, Inc.
Plainfield, Connecticut

Vinyl and urethane-coated fabrics; flocked fabrics; special coated papers and laminated vinyl upholstery materials.

Transfer Agent(s):

Norwest Bank of Minneapolis
8th & Marquette
Minneapolis, Minnesota 55479

Stock Exchange(s): New York

Ticker Symbol: BMS

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 930,000,000	\$ 32,000,000
1986	864,700,000	25,600,000
1985	787,000,000	23,000,000
1984	779,300,000	18,100,000
1983	701,000,000	12,000,000

	No. of Com. Shares #	Earn. per Share #
1987	27,206,852	\$ 1.18
1986	27,645,066	0.93
1985	28,055,340	0.81
1984	28,197,868	0.64
1983	28,524,672	0.42

+ Of continuing operations only.

Based on the average number of shares outstanding adjusted to reflect stock split.

Revenues by Line of Business

	1987	1986
Packaging	\$ 642,500,000	\$ 571,600,000
Specialty coated & graphics	289,000,000	294,200,000
Intersegment	(1,500,000)	(1,100,000)
Total	\$ 930,000,000	\$ 864,700,000

Common Stock

	Cash Dividend †	Stock Dividend	Stock Split
1987	\$ 0.36	—	2-for-1
1986	0.30	—	—
1985	0.25	—	2-for-1 ‡
1984	0.22	—	—
1983	0.20	—	2-for-1

† Adjusted to reflect stock splits.
‡ Declared Feb. 4, 1986.

Common Stock Equity

	Total Equity	Equity Per Share †
1987	\$ 216,200,000	\$ 8.66
1986	194,000,000	7.74
1985	183,800,000	7.14
1984	175,000,000	6.53
1983	168,000,000	6.22

† Adjusted to reflect stock splits.

Income Account* (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 929,995	\$ 864,670
Cost of sales	718,863	674,375
Expenses	143,425	131,424
Minority interest	2,285	2,182
Interest & other exp.	10,827	7,758
Income before taxes	\$ 51,600	\$ 44,931
Income taxes	20,350	19,300
Net Income	\$ 31,965	\$ 25,631

* Included in Costs and Expenses, Depreciation and Amortization: \$30,724,000 in 1987 and \$27,720,000 in 1986.

Assets (000's)

As of Dec. 31	1987	1986
Cash	\$ 77	\$ 506
Accts. receiv., net	131,249	125,354
*Inventories	125,467	106,584
Prepaid expenses	18,674	10,193
Current Assets	\$ 275,467	\$ 242,637
*Fixed assets	258,944	234,462
Other assets	10,897	16,373
Total Assets	\$ 545,308	\$ 493,472

Liabilities (000's)

Notes payable	\$ 4,366	\$ 4,060
Long-term debt, curr.	5,774	5,061
Accts. payable	111,149	100,889
Accrued payroll	20,608	16,967
Income taxes	6,478	4,341
Accrued taxes	8,308	6,707
Curr. Liabilities	\$ 156,703	\$ 138,025
Long-term debt	101,713	92,200
Minority interest	13,507	11,458
Deferred inc. taxes	45,552	50,204
Other liabilities	11,636	9,575
+Common stock	2,818	38,737
Add. paid-in capital	82,601	44,739
Retained earnings	224,387	201,490
Cumulative translation adjust.	4,032	(2,210)
Treasury stock	(97,641)	(88,736)
Total Liabilities & Shareholders' Equity	\$ 545,308	\$ 493,472

* At lower of cost or market; domestic inventories at LIFO, foreign at FIFO.

Less accumulated depreciation and amortization.
+ \$0.10 par value; \$2.50 in 1986.

Statistical Summary

%Income bef. Taxes to Sales	5.87	5.20
%Net Income to Sales	3.44	2.96
%Net Income to Equity	14.79	13.21
Sales to Inventories	7.41	8.11
Debt to Equity	0.52	0.50
Working Capital	\$ 118,764,000	\$ 104,612,000
Current Ratio	1.76	1.76
Shareholders' Equity	\$ 216,197,000	\$ 194,010,000

Berkshire Hathaway Inc.

1440 Kiewit Plaza
Omaha, Nebraska 68131
(402) 346-1400

Officers: Warren E. Buffett, chairman of the board & chief executive officer; Charles T. Munger, vice chairman; Robert H. Bird, v.p.; J. William Scott, v.p.; Michael A. Goldberg, v.p.; J. Verne McKenzie, v.p. & secretary; Marc D. Hamburg, treasurer; Daniel J. Jaksich, controller.

Directors: Warren E. Buffett, chairman; Charles T. Munger, Kenneth V. Chace, Malcolm G. Chace, Jr., J. Verne McKenzie.

Business Activities: Through The Fechheimer Brothers Company, an 84%-owned subsidiary, the Company manufactures and distributes uniforms. Also operates Nebraska Furniture Mart, Inc., a large home furnishings retail store located in Omaha, Nebraska; and See's Candy Shops, Inc., a chain of over 200 retail candy shops in the West and Midwest. Also, through subsidiaries, the company is engaged in the underwriting of property and casualty insurance, the trading stamps business, the newspaper business, the manufacture and marketing of vacuum cleaners and related accessories, and the marketing of educational books.

Divisions and Subsidiaries:

The Fechheimer Brothers Company
Cincinnati, Ohio
Manufactures and distributes uniforms.

National Indemnity Company
3024 Harney Street
Omaha, Nebraska 68131

National Fire and Marine Insurance Co.
3024 Harney Street
Omaha, Nebraska 68131

Columbia Insurance Company
3024 Harney Street
Omaha, Nebraska 68131

Cornhusker Casualty Co.
3035 Harney Street
Omaha, Nebraska 68131

Kansas Fire & Casualty Co.
Topeka, Kansas

Continental Divide Insurance Co.
Inglewood, Colorado

Lakeland Fire and Casualty Co.
6700 France Avenue South
Minneapolis, Minnesota 55435

Insurance Co. of Iowa
1228-8th Street
West Des Moines, Iowa 50265

Texas United Insurance Co.
1802 N E Loop 410
San Antonio, Texas 78217

Home and Automobile Insurance Co.
209 West Jackson Boulevard
Chicago, Illinois 60606

Cypress Insurance Company
Pasadena, California

Berkshire Hathaway Inc.

See's Candy Shops, Inc.

Operates 215 retail stores in 12 western and midwestern states, offering boxed chocolates and other confectionary items that it manufactures.

Wesco Financial Corporation (80.1% owned)
315 E. Colorado Boulevard
Pasadena, California 91109

Illinois National Bank & Trust Co. of Rockford (98% owned)
228 Main Street
Rockford, Illinois 61101

Sun Newspapers, Inc.
900 S. 74 Plaza, Suite 400
Omaha, Nebraska 68114

Blue Chip Stamps
5801 South Eastern Avenue
Los Angeles, California 90040

Precision Steel Warehouse, Inc. (80% owned)
Franklin Park, Illinois

Nebraska Furniture Mart (90% owned)
Omaha, Nebraska
Operates a discount furniture store in Nebraska.

The Scott & Fetzer Company
Westlake, Ohio

Transfer Agent(s):

The First National Bank of Boston
P.O. Box 644
Boston, Massachusetts 02102

Stock Exchange(s): Over-the-Counter

Ticker Symbol: BKHT(NASDAQ)

Sales & Earnings

	Revenues †	Net Income
1987	\$ 2,321,076,000	\$ 234,552,000
1986	2,167,603,000	282,361,000
1985	933,485,000	435,815,000
1984	724,622,000	148,895,000
1983	399,057,000	112,166,000

	No. of Com. Shares	Earn. per Share ‡
1987	1,147,000	\$ 204.51
1986	1,147,000	246.19
1985	1,147,000	379.99
1984	1,147,000	129.82
1983	1,147,000	105.15

† Revenues include insurance premiums, sales and service revenues, and interest and dividend income.
‡ Based on the average number of shares outstanding.

Revenues by Line of Business (000's)

	1987	1986
Insurance	\$ 977,890	\$ 931,379
Candy	157,391	151,861
Retailing of home furn.	145,997	135,501
Newspaper	122,955	114,267
Encyclopedias	325,772	285,356
Home cleaning prods.	129,678	126,812
Other	477,991	431,489
Total	\$ 2,337,674	\$ 2,176,665

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 2,841,659,000	\$ 2,477.47
1986	2,377,797,000	2,073.06
1985	1,885,330,000	1,643.71
1984	1,271,761,000	1,108.77
1983	1,119,193,000	975.83

Income Account* (000's)

Year ended	12/31/87	12/31/86
Insurance prem. earned	\$ 824,895	\$ 823,884
Sales & service rev.	1,332,840	1,225,290
Int. & dividend income	163,341	118,429
Eq. in earn. of unconsolid. subid.	16,998	9,062
Revenues	\$ 2,337,674	\$ 2,176,665
Cost of prods. & serv. sold	705,203	651,717
Expenses	459,617	425,562
Insurance losses	661,146	665,758
Insurance underwriting expenses	219,179	223,970
Interest expense	11,474	23,892
Income before taxes	\$ 281,056	\$ 195,746
Income taxes	60,154	39,152
Minority interest	6,156	5,150
Real. invest. gain	(19,806)	(150,897)
Net Income	\$ 234,552	\$ 282,361

* Included in Costs and Expenses, Depreciation and Amortization \$26,294,000 in 1987 and \$25,723,000 in 1986.

Assets (000's)

As of	12/31/87	12/31/86
Cash	\$ 154,933	\$ 292,473
Accts. receiv., net	273,835	434,703
*Inventories	154,288	139,660
Investments	4,269,480	2,996,322
*Fixed assets	200,643	212,211
Other assets	202,341	219,329
Goodwill	124,195	126,937
Total Assets	\$ 5,379,735	\$ 4,441,655

Liabilities (000's)

	12/31/87	12/31/86
Long-term debt	\$ 132,165	\$ 94,923
Loans & lvs. adj. expenses	1,260,422	860,228
Unearned premiums	341,344	414,986
Accts. payable, accruals & other liab.	252,353	236,157
Income taxes	505,921	414,275
Min. shareholders' int.	45,871	43,289
+Common stock	6,876	6,876
Add. paid-in capital	157,377	157,377
Apprec. of eq. securities	1,104,123	874,813
Retained earnings	1,614,221	1,379,669
Treasury stock	(40,938)	(40,938)
Total Liabilities & Shareholders' Equity	\$ 5,379,735	\$ 4,441,655

* At lower of cost (primarily LIFO) or market. Remainder at FIFO or average.
‡ Less accumulated depreciation and amortization.
+ \$5 par value.

Statistical Summary

%Income bef. Taxes to Revenues	12.02	8.99
%Net Income to Revenues	10.03	12.97
%Net Income to Equity	8.25	11.87
Debt to Equity	0.05	0.04
Shareholders' Equity	\$ 2,841,659,000	\$ 2,377,797,000

Bernard Chaus, Inc.

1410 Broadway
New York, New York 10018
(212) 354-1280

Officers: Bernard Chaus, chairman of the board & chief exec. officer; Josephine Chaus, president & vice chairman; Anthony M. Pisano, exec. v.p.-finance & administration, chief financial officer & secretary; John F. Consolin, exec. v.p. & chief operating officer; Michael Fieman, sr. v.p.-production; Lynn Baechner, v.p.-sales.

Directors: Bernard Chaus, chairman; Josephine Chaus, Irwin Jay Robinson, Daniel Roenbloom, Alan T. Kane.

Business Activities: Designs, arranges for the manufacture of, and markets moderately priced women's sportswear, blouses and dresses, for the business environment as well as for leisure and active wear.

Trademarks and/or Brand Names: Chaus, Josephine, Chaus Women, Chaus Petite, Josephine Women, Josephine Petite, Ms. Chaus, Josephine Chaus, Ms. Chaus Petite, Chaus Sport, Chaus Petite Sport, Chaus Woman Sport.

Transfer Agent(s):

Manufacturers Hanover Trust Company
P.O. Box 24935
Church Street Station
New York, New York 10249

Stock Exchange(s): New York

Ticker Symbol: CHS

Sales & Earnings

	Net Sales	Net Income
1987	\$ 333,881,000	\$ 13,267,192
1986	278,823,000	35,334,340
1985	190,713,000	(234,081)
1984	155,310,000	12,906,001
1983	105,752,000	16,312,302

No. of Com. Shares

	No. of Com. Shares	Earn. per Share ‡
1987	18,625,000	\$ 0.72
1986	16,225,000	1.22
1985	16,225,000	0.01
1984	16,225,000	0.53
1983	16,225,000	0.60

(Loss)
‡ Pro forma.

Common Stock Equity

	Total Equity	Equity per Share
1987	\$ 63,680,000	\$ 3.42
1986	253,757,109	201,127,833
1985	16,902,000	1.04
1984	22,885,000	1.41
1983	16,853,000	1.04

Income Account*

Year ended June 30	1987	1986
Net sales	\$ 333,881,372	\$ 278,822,806
Cost of sales	253,757,109	201,127,833
Expenses	51,944,796	39,190,995
Interest expense	2,175,103	1,139,739
Interest income	(540,566)	(114,367)
Other income	(149,622)	(107,150)
Income bef. taxes	\$ 26,694,552	\$ 37,585,756
Income taxes	13,427,360	2,251,416
Net Income	\$ 13,267,192	\$ 35,334,340

* Included in Costs and Expenses, Depreciation and Amortization: \$1,991,913 in 1987 and \$1,390,916 in 1986.

Assets		
As of June 30	1987	1986
Cash	\$ 1,300,069	1,724,763
Short-term investments	—	7,400,000
Accts. receiv., net	55,876,162	32,231,061
*Inventories	49,680,200	29,025,682
Prepaid expenses	2,136,898	496,108
Other curr. assets	2,702,647	—
Current Assets	\$ 111,895,976	\$ 70,877,614
#Fixed assets	9,007,382	5,816,135
Other assets	163,521	238,965
Total Assets	\$ 121,068,879	\$ 76,932,714

Liabilities		
Dividends payable	\$ —	25,200,000
Notes payable	14,200,000	750,000
Subord. promissory notes	5,000,000	—
Accts. payable	23,297,570	18,295,736
Accruals	4,190,903	2,209,053
Income taxes	—	1,722,910
Due to stockholder	175,851	156,791
Current Liabilities	\$ 46,864,324	\$ 48,334,490
Capital lease oblig.	524,117	699,968
Subord. promissory notes	10,000,000	15,000,000
+ Common stock	186,250	162,250
Add. paid-in capital	39,105,617	1,407,750
Retained earnings	24,388,571	11,328,156
Total Liabilities & Shareholders' Equity	\$ 121,068,879	\$ 76,932,714

* At lower of costs (FIFO) or market.
Less accumulated depreciation.
+ No par value.

Statistical Summary		
% Income bef. taxes to Sales	8.00	13.48
% Net Income to Sales	3.97	12.67
Sales to Inventories	6.72	9.61
Debt to Equity	0.23	0.11
Working Capital	\$ 65,031,632	\$ 22,543,124
Current Ratio	2.40	1.47
Shareholders' Equity	\$ 63,680,438	\$ 12,898,256

Bobbie Brooke, Inc.

3830 Kelley Avenue
Cleveland, Ohio 44114
(216) 881-5300

Officers: Robert H. Kanner, chairman, president & chief exec. officer; George J. Hahn, Jr., exec. v.p.; Stephen R. Kalesie, v.p.-administration, secretary & general counsel; Anthony M. Potelicki, treasurer.

Directors: Robert H. Kanner, chairman; Stephen R. Kalesie, Stanley R. Browne.

Business Activities: Through its Main Line Fashions, Inc. subsidiary, the company manufactures women's coats and outerwear under the 'Wellington Fashions', 'Elegant Fashions' and 'Kashmiracle TM' labels. The Bobbie Brooke International Development Company operates worldwide, largely through licensing arrangements.

Trademarks and/or Brand Names: Wellington Fashions, Elegant Fashions, Kashmiracle TM.

Divisions and Subsidiaries:

Main Line Fashions, Inc.
New York, New York

Bobbie Brooke International Development Company
1412 Broadway
New York, New York 10018

Transfer Agent(s):

Ameritrust Company N.A.
Cleveland, Ohio

Chase Manhattan Bank
New York, New York

Stock Exchange(s): Over-the-Counter

Ticker Symbol: BBKS (NASDAQ)

Sales & Earnings

	Net Sales †	Net Income ‡
12/31/86	\$ 35,914,000	\$ 3,093,000
12/31/85 *	31,058,000	(7,000,000)
4/27/85	64,707,000	(1,395,000)
4/28/84	66,897,000	(1,238,000)
4/30/83	83,014,000	3,730,000

	No. of Com. Shares	Earn. per Share
12/31/86	7,528,309	\$ 0.74
12/31/85 *	7,465,788	—
4/27/85	5,465,788	—
4/28/84	5,334,863	—
4/30/83	5,309,674	0.78

(Loss)

* 9 months.

† Of continuing operations only.

‡ Including extraordinary credits of \$2,463,000 (\$0.33 per share) in 1986 and \$5,123,000 (\$1.07 per share) in 1983.

Common Stock Equity

	Total Equity	Equity Per Share
12/31/86	\$ 11,267,000	\$ 1.50
12/31/85	5,649,000	0.76
4/27/85	10,535,000	1.93
4/28/84	11,792,000	2.21
4/30/83	12,980,000	2.44

Income Accounts *

Year ended	12/31/86	12/31/85 (8 months)
Net sales	\$ 35,914	\$ 31,058
Cost of sales	23,095	22,802
Expenses	7,005	10,049
Interest income	(494)	(114)
Interest expense	429	418
Restruct. exp.	—	5,014
Other income	(1,792)	(236)
Income (loss) bef. taxes	\$ 5,671	\$ (6,875)
Income taxes	2,578	125
Net Income (Loss)	\$ 3,093	\$ (7,000)
Extraord. gain	2,463	—
Net Income (Loss) & extraord. gain	\$ 5,556	\$ (7,000)

* Included in Costs and Expenses, Depreciation and Amortization: \$431,000 in 1986 and \$328,000 in 1985.

Assets (000's)

As of	12/31/86	12/31/85
Cash	\$ 11,483	\$ 1,172
Receiv. from pension plan	—	349
Due from factor	—	5,695
Trade receivables	4,152	4,116
* Inventories	3,248	7,876
Adv. to suppliers	—	413
Prepaid expenses & other assets	177	317
Current Assets	\$ 19,060	\$ 19,938

# Fixed assets	676	883
Intangible	2,443	840
Other assets	535	563
Total Assets	\$ 22,714	\$ 22,234

Liabilities (000's)

Accts. payable	\$ 1,499	\$ 3,723
Accruals & sundry liabilities	3,576	5,286
Loan payable-bank	1,975	1,000
Liab. deferred pursuant to Chap. XI proc.	2,117	2,300
Current Liabilities	\$ 9,166	\$ 12,309
Liab. deferred pursuant to Chap. XI proc.	1,137	2,441
Oblig. under cap. leases	1,144	1,825
+ Common stock	7,528	7,466
Add. paid-in capital	14,966	14,966
Retained earnings (deficit)	(11,227)	(16,783)

Total Liabilities & Shareholders' Equity	\$ 22,714	\$ 22,234
--	-----------	-----------

* At lower of cost (FIFO) or market.
Less accumulated depreciation.
+ No par value; \$1 stated value.

Statistical Summary

% Income bef. taxes to Sales	15.79	—
% Net Income to Sales	8.61	—
% Net Income to Equity	27.43	—
Sales to Inventories	11.06	3.94
Debt to Equity	0.13	0.28
Working Capital	\$ 9,894,000	\$ 7,629,000
Current Ratio	2.08	1.62
Shareholders' Equity	\$ 11,267,000	\$ 5,649,000

Boras Wafveri AB

Box 52 50102
Boras 1, Sweden
033-127000

Directors: Folke Pehrsson, chairman; Bert Sjolin, vice chairman; Olof Kyhlberg, Ulf Af Trolle, Lars Mauritzon.

Business Activities: Engaged in the production of bedding and home furnishings, and basic cloth-making operations (spinning and weaving).

Trademarks and/or Brand Names: 'Cotton Clean.'

Subsidiaries:

Boras International U.S. Ltd.
c/o Gene Smiley Inc.
1108 Nicollet Avenue
Minneapolis, Minnesota USA 55403
(612) 332-0401

Swedish Link, Inc. (30%-owned)
U.S.A.

Boras International Ltd.
106 Boundary Street
Paddington NSW 2021, Australia
(61)2)356-846

Boras International B.V.
Pruittus 225
NL-4940 AE Raasdonskveer, The Netherlands
(31)0162114822

Boras International P.V.B.A.
Jan Van Rijswijcklaan 33 B 14
B-2018 Antwerp, Belgium
(32)032385174

Boras International Oy
Mannerheimintie 40 B 49
SF-00100 Helsinki 10, Finland
(358)90444447

Boras Wafveri AB

Boras International GmbH
D-7640 Kahl Am Rhein
Postfach 1250
Outsmaase 13, West Germany
(49)078512324

Boras International A/S
Postboks 326 Sentrum
Fred Olssens gate 11
N-0152 Oslo 1, Norway
(47)02411429

Boras International UK Ltd.
85 High Street
Burton on Trent DE14 1LJ
Staffs, England
(44)028341521

Aurora Fabrics Ltd.
England

Kungälv Fabrik AB
Sweden

Sales & Earnings

	Net Sales	Net Income †
1986	Skr 423,400,000	Skr 29,200,000
1985	476,900,000	20,600,000
	No. of Com. Shares	Earn. per Share †
1986	1,760,000	Skr 16.59
1985	1,760,000	11.70

Skr: Swedish krona
† Before taxes.

Common Stock Equity

	Total Equity	Equity Per Share
1986	Skr 58,500,000	Skr 33.24
1985	47,400,000	26.93

Income Accountant (000's)

Year ended Mar. 1	1986	1985
Net sales	Skr 423,400	Skr 476,900
Other income	11,600	11,600
Total income	Skr 435,000	Skr 488,500
Cost of sales & expenses	381,800	439,000
Depreciation	16,900	15,500
Interest expense	14,600	13,700
Interest income	(5,100)	(6,200)
Other income	—	4,200
Other expense (income)	(2,400)	1,700
Net income †	Skr 29,200	Skr 20,600

† Before taxes and appropriations.

Assets (000's)

As of Mar. 1	1986	1985
Cash	Skr 38,800	Skr 39,400
Short-term receiv.	200	15,000
Accts. receiv., net	71,100	64,500
Other receivables	4,400	3,000
Inventory	130,500	153,600
Prepaid expenses	4,700	7,300
Current Assets	Skr 249,700	Skr 282,800
Blocked accts-Cen Bank of Swe.	12,900	6,300
Investments	900	1,000
Long term liab	—	900
Fixed assets	160,400	174,500
Total Assets	Skr 423,900	Skr 465,500

Liabilities (000's)

Accts. payable	Skr 34,300	Skr 49,800
Accruals & deferred income	19,300	19,700
Other current liabilities	43,100	35,500
Current Liabilities	Skr 96,800	Skr 104,800
Bonds	16,100	18,700
Loan-Cen. Bank of Swe.	23,900	51,700
Other liabilities	62,300	85,300
Pension provision	37,500	35,100
Latent tax	13,700	14,700
Unsettled reserves	110,000	107,800
Tax and reserves	2,700	—
+Common stock	22,000	22,000
Restricted reserves	4,400	1,800
Non-restricted reserves	18,400	21,000
Profit & loss acct.	13,700	2,600
Total Liabilities & Shareholders' Equity	Skr 423,900	Skr 465,500

* At lower of cost or net realizable value.
† Less accumulated depreciation.
+ Skr 12.50 per value.

Statistical Summary

%Net Income to Sales	6.90	4.32
%Net Income to Equity	49.91	43.46
Sales to Inventories	3.24	3.10
Debt to Equity	0.44	1.09
Working Capital	Skr 152,900,000	Skr 178,000,000
Current Ratio	2.58	2.70
Shareholders' Equity	Skr 58,500,000	Skr 47,400,000

Boss Manufacturing Company

221 West First Street
Kewanee, Illinois 61443
(309) 852-2131

Officers: Barry F. Kane, president & chief exec. officer; Kenneth A. Fristad, v.p.-operations; James C. Kelley, v.p.-controller; Beverly J. Williams, v.p.-adm. & secretary; Lyle D. Kenaga, v.p.-consumer sales; Douglas H. Lay, v.p.-mfg.; John R. Lee, v.p.-industrial sales.

Directors: Barry F. Kane, John E. Waller, Ellis P. Waller, Milton Falkoff, Alex S. Anderson, III, Kent T. Anderson, E. O. Hand.

Business Activities: Manufactures and markets work and leisure wear gloves, on-the-job safety and personal protection products, and leisure products and outdoor clothing for backpacking, camping and ski wear.

Plant Location(s): El Paso, Texas; Greenville, Ala.; Woodbridge, Ontario, Canada; Juarez, Mexico.

Trademarks and/or Brand Names: Boss, M. L. Snyder, Trailwise, Seaka, Ladyfinger, Big Ape, Walloper, Stallion, Blue Ribbon.

Divisions

Consumer Division Kewanee, Illinois

Markets "Boss" branded cotton, jersey, leather palm and all leather gloves. Boss lined leather winter gloves, family gloves, and Boss "Ladyfinger" brand garden gloves. Also markets sports gloves for hunting, shooting, ice fishing, trailblazing, camping, skiing, motorcycling, snowmobiling and winter snow sports.

Industrial Division Kewanee, Illinois

Markets industrial rainwear and protective clothing, boots, industrial work gloves in cotton, leather, leather palm and synthetic materials, rubber gloves, coated gloves, personal safety products, under brand names of "Boss" and "M. L. Snyder".

Sports Division Kewanee, Illinois

Markets sports gloves for hunting, shooting, ice fishing, trailblazing, camping, skiing, motorcycling, snowmobiling and winter snow sports under the "Blue Ribbon" brand.

Subsidiaries

Boss Canada Inc.
Woodbridge, Ontario, Canada

Boss De Mexico, S.A.
Juarez, Mexico

Transfer Agent(s)

Boss Manufacturing Company
Kewanee, Illinois

Stock Exchange(s): Over-the-Counter.

Sales & Earnings

	Net Sales †	Net Income
1987	\$ 26,559,000	\$ (720,000)
1986	30,765,000	(2,176,000)
1985	34,793,000	(3,317,000)
1984	37,137,000	(396,000)
1983	39,077,000	(516,000)

No. of Com. Shares

	No. of Com. Shares	Earn. per Share †
1987	264,354	\$ —
1986	264,354	—
1985	270,834	—
1984	269,909	—
1983	270,502	—

(Loss)

† Of continuing operations only.

+ Based on the weighted average number of shares outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ —	—	—
1986	—	—	—
1985	—	—	—
1984	—	—	—
1983	0.90	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 4,773,000	\$ 18.06
1986	5,448,000	20.61
1985	7,732,000	28.55
1984	11,164,000	41.22
1983	11,570,000	42.96

Income Accountant * (000's)

Year ended	3/28/87	3/29/86
Net sales	\$ 26,559	\$ 30,765
Cost of sales	20,194	24,274
Expenses	6,414	7,091
Interest expense	824	907
Other expenses (income)	(94)	52
Loss bef. taxes	\$ (779)	\$ (2,159)
Income taxes (credit)	(59)	17
Net Loss	\$ (720)	\$ (2,176)

* Included in Costs and Expenses, Depreciation: \$430,000 in 1987 and \$431,000 in 1986.

As of	Assets (000's)	3/28/87	3/29/86
Cash & cash equiv.	\$	433	\$ 335
Accts. & notes			
*receiv., net		3,713	4,035
*inventories		4,975	6,546
Other curr. assets		300	304
Current assets	\$	9,621	\$ 11,630
Fixed Assets		4,539	4,794
Other assets		173	179
Total Assets	\$	14,333	\$ 16,393

	Liabilities (000's)	3/28/87	3/29/86
Notes payable & long-term debt, curr.	\$	3,291	\$ 2,263
Accts. payable		991	1,891
Other curr. liab.		881	1,004
Costs of closing facilities		143	300
Current Liabilities	\$	5,306	\$ 5,658
Long-term debt		4,164	5,136
Other liabilities		90	151
+Common stock		3,573	3,573
Add. paid-in capital		252	252
Retained earnings		1,559	2,278
Per. curr. trans. adjust.		(126)	(170)
Treasury stock		(485)	(485)
Total Liabilities & Shareholders' Equity	\$	14,333	\$ 16,393

* At lower of cost (LIFO for 79%, remainder FIFO) or market.
 † Less accumulated depreciation.
 ‡ No par value.

Statistical Summary

Sales to inventories	5.34	4.70
Debt to Equity	0.87	1.36
Working Capital	\$ 4,315,000	\$ 5,702,000
Current Ratio	1.81	2.02
Shareholders' Equity	\$ 4,773,000	\$ 5,446,000

Bridon plc

Carr Hill, Doncaster
 South Yorkshire DN4 8DG, England
 (0302) 344010

Directors: Sir Christopher Charles Fraser Laidlaw, chairman; David Houghton, chief executive; Graham John Bewick, John Brian Clayton, Derek Edwards, Anthony Charles Raynor, Elliot Roderick, Leinster Henry, Richard Michael Ringwald, Robert Scholey, Andrew Christopher Boydell, secretary.

Business Activities: Textile-related products include industrial yarns, textiles, cords and twines, man-made fiber ropes, and special fibers for artificial sports field surfaces.

Subsidiaries (U.K.):

British Ropes Limited
 Carr Hill
 Doncaster DN4 8DG
 (0302) 344010

Wire rope, high carbon and stainless steel wire products.

Bridon Fibres Limited
 P.O. Box 3, Dunston
 Gateshead NE8 1JG
 (091) 660561

Fiber rope, cordage, agricultural and packaging twines.

Bramley and Wollensley Limited
 Gloucester Trading Estate, Hucclecote
 Gloucester GL3 4XD
 (0452) 619613

Animal control electrified fencing and accessories.

The Bristol Wire Rope Company Limited
 Montague Street
 Bristol BS1 3NT
 (0322) 49361
 Small wire ropes.

British Ropes (Distribution) Limited
 Carr Hill
 Doncaster DN4 8DG
 (0302) 344010

Sale and distribution of wire rope and associated lifting equipment.

British Twines Limited
 Perseverance Mills, East Ardsley
 Wakefield WF3 2BN
 (0924) 822257

Specialized cordage and twines.

Danite Hard Metals Limited
 P.O. Box 9, Carr Hill
 Doncaster DN4 8DJ
 (0302) 342294

Hard metal components and dies, precision engineering.

The Darlington Fencing Company Limited
 Darfen Works
 P.O. Box 4, Carr Hill
 Doncaster DN4 8DJ
 (0302) 64551

Manufacture and erection of fencing.

Fletcher Packaging Limited
 439 London Road
 Croydon CR9 3BP
 (01) 684 4201

Sale and distribution of packaging products.

Norwegian Gibb Limited
 Ollerton Road, Ollerton
 Retford DN22 7TG
 (0777) 706465

Yacht and industrial rigging and terminals.

Orkot Engineering Plastics Limited
 Unit 1, Barbot Hall Industrial Estate
 Manganham Road
 Rotherham S62 6EF
 (0709) 376044

Laminated plastic products for wear resistant components.

Speed Seal Products Limited
 30 Ebbw Street
 Sheffield S9 1BH
 (0742) 431611

Oil and petrochemical quick-acting couplings, tanker loading systems.

The Templeborough Rolling Mills, Limited (50% interest)
 P.O. Box 19, Ekin Street
 Rotherham S60 1DT
 (0709) 378153
 Wire rod.

TWIL Limited (40% interest)
 P.O. Box 119, Shepcote Lane
 Sheffield S9 1TY
 (0742) 443388

Mild steel wire and wire products.

Subsidiaries (American):

Wire Rope Industries Limited (20% interest)
 5501 Trans Canada Highway
 Pointe Claire, Quebec H9R 1B7 Canada
 (514) 697-9711

Wire rope and fiber products.

Bridon Dominicana C por A
 Apartado Postal 898
 Santo Domingo, Dominican Republic
 (809) 562-0191

Sale and distribution of Company and other products.

Bridon American Corporation
 P.O. Box 6000
 Wilkes Barre, Pennsylvania 18773
 (717) 822-3349

Wire rope and wire.

Bridon Cordage, Inc.
 909 16th Street
 Albert Lea, Minnesota 56007
 (507) 377-1601
 Agricultural twine.

Bridon Elm Inc.
 432 Julia Street
 New Orleans, Louisiana 70150
 (504) 528-5871

Sale and distribution of Company and other products.

International Southwest Sling, Inc.
 P.O. Box 5532
 Houston, Texas 77262
 (713) 926-3131

Sale and distribution of Company and other products.

Subsidiaries (Africa):

Nigerian Ropes Limited (40% interest)
 66/68 Eric Moore Road
 P.O. Box 115
 Igbovva Industrial Estate
 Apapa, Nigeria
 (1) 835693

Sale and distribution of Company and other products; wire rope and fiber rope manufacture.

Subsidiaries (Asia, Australia and New Zealand):

Birkmyre Pty. Limited
 P.O. Box 276, Seven Hills
 New South Wales 2147, Australia
 (2) 624-3399

Industrial textile weavers and processors.

British Ropes (Hong Kong) Limited
 Mee on Industrial Building, Ground Floor
 88 King Lam Street
 Castle Peak Road
 Kowloon, Hong Kong
 (3) 7449510

Sale and distribution of Company and other products.

Gourock New Zealand Limited
 P.O. Box 3817
 40-42 Ireland Street
 Auckland 1, New Zealand
 (09) 765-181

Sale and distribution of marine, textile and plastics products.

Company Registrar:

Lloyds Bank Plc
 Registrar's Department
 Goring-by-Sea
 Worthing
 West Sussex BN12 6DA England

Stock Exchange(s): London
 Listing

Sales & Earnings

	Net Sales	Net Income †
1986	£ 187,649,000	£ 6,132,000
1985	208,713,000	11,291,000
1984	187,750,000	8,287,000
1983	138,215,000	7,528,000
1982	133,929,000	3,168,000

	No. of Com. Shares ‡	Earn. per Share †
1986	33,329,215	11.1p
1985	33,167,361	20.4
1984	N.A.	15.2
1983	N.A.	13.8
1982	N.A.	5.7

(Lons)

N.A. - Not available.

£ - pound sterling.

† Excluding extraordinary items.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1986	1985
Wire, wire rope & misc.		
Fibre	£ 131,375,000	£ 153,007,000
Fibres	49,060,000	48,916,000
Composite materials	1,321,000	1,766,000
Engineering	5,885,000	5,024,000
Total	£ 187,649,000	£ 208,713,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	5.5p	—	—
1985	5.0	—	—
1984	4.0	—	—
1983	3.5	—	—
1982	3.0	—	—

Common Stock Equity

	Total Equity †	Equity Per Share ‡
1986	£ 84,913,000	£ 1.53
1985	86,886,000	1.57

† After allowing for preferred stock at stated values.
‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account *
(000's)

Year ended Dec. 31	1986	1985
Net sales	£ 187,649	£ 208,713
Cost of sales	136,581	151,396
Distribution costs	27,664	29,281
Adm. expenses	17,522	18,895
Share of profits of rel. cos.	(4,666)	(4,590)
Finance charges	2,890	3,401
Exceptional items	(1,994)	(1,333)
Share of profits of rel. cos. now sold	(791)	(5,027)
Income before taxes	£ 10,443	£ 16,690
Income taxes	4,298	5,616
Minority interests	13	(217)
Net income	£ 6,132	£ 11,291
Extraord. loss	(2,490)	(3,999)
Net income & extraord. loss	£ 3,642	£ 7,292

* Included in Costs and Expenses, Depreciation: £ 4,366,000 in 1986 and £ 4,619,000 in 1985.

Assets
(000's)

As of Dec. 31	1986	1985
Cash	£ 11,295	£ 6,020
Accts. receiv., net	37,630	36,013
Assets owed by rel. cos.	1,170	990
Other receivables	3,072	1,475
*Stocks	40,457	40,111
Prepaid expenses	1,835	1,305
Assets held for disposal	1,180	672
Other receiv.-more than one year	621	998
Current Assets	£ 97,280	£ 87,384
Investments	24,388	30,236
*Fixed assets	31,918	35,593
Total Assets	£ 153,586	£ 153,213

Liabilities
(000's)

Long-term debt, curr.	£ 3,683	£ 6,127
Payments receiv. on acct.	18	23
Accts. payable	20,014	14,696
Bills of exch.	4,988	2,527
Accruals	6,598	7,121
Assets owed to rel. cos.	1,533	3,416
Income taxes	11,101	10,461
Proposed dividends	2,225	1,937
Oblig. under fin. lease	148	119
Current Liabilities	£ 52,306	£ 46,827
Long-term debt	12,915	15,786
Other payables	59	73
Oblig. under fin. lease	656	667
Other liabilities	2,460	2,703
Minority interest	4	—
+Preferred stock:		
6% cum. preference	197	197
7% pref. ordinary	74	74
+Common stock	13,842	13,816
Add. paid-in capital	11,635	11,587
Retain. reserve	8,742	8,961
Other reserves	22,135	24,876
Profit and loss acct.	28,559	27,746
Total Liabilities & Shareholders' Equity	£ 153,586	£ 153,213

* At lower of cost and net realizable value.
‡ Less accumulated depreciation.
+ 50p par value.
++ 25p par value.

Statistical Summary

% Income bef. Taxes	5.57	8.00
to Sales	3.27	5.41
% Net Income to Sales	7.20	12.95
% Net Income to Equity	4.64	5.20
Sales to Inventories	0.22	0.25
Debt to Equity	£ 44,972,000	£ 40,557,000
Working Capital	1.86	1.87
Current Ratio	£ 85,184,000	£ 87,157,000
Shareholders' Equity		

Brown Group, Inc.

P.O. Box 29
8400 Maryland Avenue
St. Louis, Missouri 63166
(314) 854-4000

Officers: B. A. Bridgewater, Jr., chairman of the board & chief executive officer; Richard L. Anderson, president; Harry E. Rich, sr. v.p. & chief financial officer; Robert D. Pickle, v.p., corp. secretary & general counsel; William S. Frederick, v.p. & controller; J. J. Cramer, v.p. & pres. Brown Group International; Douglas W. Walrod, v.p.-real estate; Robert D. Gibbs, v.p.-distribution; Donald G. Leonard, v.p.-management information systems; David L. Bowman, v.p.-public affairs; Andrew M. Rosen, treasurer.

Directors: W. L. Hadley Griffin*, Warren McK. Shapleigh*, Monte E. Shomaker, Richard W. Shoemaker*, B. A. Bridgewater, Jr.*, Daniel R. Toll, William E. Maritz, Harry E. Rich*, Joan F. Lane, Richard L. Anderson*, Joseph L. Bower, Morton I. Soland.

* Member of the Executive Committee

Business Activities: Manufactures, markets and retails a wide range of brand name, nationally advertised footwear for women, men and children. Also operates leased retail shoe departments in department stores and company-owned shoe stores, retail fabric stores, family fashion stores, retail linen stores and cosmetic/accessories retail outlets.

Trademarks and/or Brand Names: Naturalizer, Life Stride, Footworks, DeLiso, Connie, Panfare, Buster Brown, Levi's shoes and boots, Wildcats by Buster Brown, Jones New York, Regal, Live Wire, Paragon, Airborne, Jean Pier Clemente.

Subsidiaries:

Footwear:

Brown Shoe Company
8300 Maryland Avenue
St. Louis, Missouri 63105
Manufactures and distributes footwear.

Brown Shoe Co. of Canada, Ltd.
1857 Rogers Road
Perth, Ontario K7H 3E3 Canada
Manufactures and distributes footwear.

Wohl Shoe Company
8390 Maryland Avenue
St. Louis, Missouri 63105
Operates leased shoe departments and shoe stores.

Pagoda Trading Company, Inc.
1950 Craig Road
St. Louis, Missouri 63146
Specialty Retailing

Cluth World
8500 Maryland Avenue
St. Louis, Missouri 63105
Operates retail fabric stores.

Main Family Fashion Shoes
2901 Ohio Boulevard
Terre Haute, Indiana 47803
Operates family fashion stores.

Linen Center
8500 Maryland Avenue
St. Louis, Missouri 63105
Stores featuring off-price branded merchandise for the bath and bedroom.

Etage
120 South Columbus Avenue
Mt. Vernon, New York 10553
Retail sale of beauty products, jewelry and fashion accessories to young women.

Transfer Agents and Registrars:

Morgan Shareholder Services Trust Company
30 West Broadway
New York, New York 10015

Center Trust Company of St. Louis
510 Locust Street
St. Louis, Missouri 63101

Stock Exchange(s): New York, Midwest

Ticker Symbol: BO

Sales & Earnings x

	Net Sales + (000's)	Net Income (000's)
1987	\$ 1,678,378	\$ 46,853
1986	1,406,527	39,803
1985	1,406,215	51,573
1984*	1,429,540	36,446
1983	1,381,780	70,127
	No. of Com. Shares ‡	Earn. per Share ‡
1987	17,831,000	\$ 2.63
1986	18,249,000	2.16
1985	19,497,000	2.65
1984*	20,300,000	1.80
1983	20,878,000	3.36

* 53 weeks

x Restated to reflect change in fiscal year.

+ Of continuing operations only.

‡ Based on the weighted average number of shares outstanding adjusted to reflect stock split.

Revenues by Line of Business
(000's)

	1987	1986
Footwear	\$ 1,341,055	\$ 1,086,270
Specialty retailing	337,323	340,257
Total	\$ 1,678,378	\$ 1,406,527

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 1.52	—	—
1986	1.46	—	—
1985	1.38	—	—
1984	1.30	—	—
1983	1.12	—	2-for-1

+ Adjusted to reflect stock split.

Common Stock: Equity

	Total Equity	Equity Per Share +
1987	\$ 355,001,000	\$ 20.33
1986	353,089,000	19.63
1985	374,729,000	19.87
1984	390,708,000	19.43
1983	394,693,000	19.23

+ Adjusted to reflect stock split.

Income Account*
(000's)

Year ended	1/30/88	1/31/87
Net sales	\$ 1,678,378	\$ 1,406,527
Cost of sales	1,031,460	815,099
Expenses	565,332	514,796
Interest expense	12,613	11,421
Goodwill income	(5,283)	(5,264)
Income before taxes	\$ 74,056	\$ 69,515
Income taxes	27,203	30,012
Net income	\$ 46,853	\$ 39,503

* Included in Costs and Expenses, Depreciation and Amortization: \$27,281,000 in 1987 and \$26,247,000 in 1986.

Assets
(000's)

As of	1/30/88	1/31/87
Cash & cash invest.	\$ 21,453	\$ 59,538
Accts. receiv., net	133,547	135,648
*Inventories	324,779	291,945
Prepaid exp. & other assets	24,342	23,368
Current Assets	\$ 504,121	\$ 510,499
*Fixed assets	142,858	127,754
Other assets	36,894	39,056
Total Assets	\$ 683,873	\$ 677,309

Liabilities
(000's)

Notes payable	\$ 20,073	\$ 3,365
Long-term debt, curr.	3,969	14,106
Accts. payable	79,512	78,208
Accruals	36,601	36,716
Employee compensation & benefits	40,868	32,592
Income taxes	6,780	11,770
Curr. Liabilities	\$ 187,803	\$ 176,757
Long-term debt & cap. lease	120,442	125,858
Deferred compensation plans	10,934	12,681
Deferred inc. tax	9,693	8,924
+Common stock	65,467	67,449
Add. paid-in capital	18,118	18,148
Retained earnings	271,972	269,197
Cumulative trans. adjustment	(356)	(1,705)
Total Liabilities & Shareholders' Equity	\$ 683,873	\$ 677,309

* At lower of cost (LIFO) or market.
Less accumulated depreciation and amortization.
+ \$3.75 per value.

Statistical Summary

%Income bef. Taxes to Sales	4.41	4.94
%Net Income to Sales	2.79	2.81
%Net Income to Equity	13.20	11.19
Sales to Inventories	5.17	4.82
Debt to Equity	0.41	0.41
Working Capital	\$ 316,318,000	\$ 333,742,000
Current Ratio	2.68	2.89
Shareholders' Equity	\$ 353,001,000	\$ 333,089,000

Burke Mills, Inc.

P.O. Box 190
Valdese, North Carolina
(704) 874-2261

Officers: Humayun N. Shaikh, president & treasurer; Richard F. Whisnant, executive vice president; Sebrun H. Cannon, v.p.-finance; Richard Byers, v.p.-sales; Charles F. Hudson, v.p.-dyeing; Edward E. Silver, v.p.-yarn processing; Pender R. McElroy, secretary; Michael B. Smith, asst. secretary.

Directors: Humayun N. Shaikh, Richard F. Whisnant, Sebrun H. Cannon.

Business Activities: Engaged in the throwing, texturing, dyeing, processing and winding of filament, novelty and spun yarns and in the dyeing and processing of these yarns on a commission basis.

Divisions:

Frank Gaddy Yarn Division

Stock Exchange(s): Over-the-Counter

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 21,070,381	\$ 564,951
1986	19,063,510	1,109,170
1985	15,611,766	707,828
1984	18,724,934	1,146,545
1983	16,021,833	1,501,209
	No. of Com. Shares ‡	Earn. per Share ‡
1987	2,899,867	\$ 0.19
1986	2,859,226	0.39
1985	2,837,570	0.25
1984	2,945,494	0.39
1983	2,847,340	0.53

† Including extraordinary gains of \$306,324 (\$0.10 per share) in 1987, \$421,765 (\$0.15 per share) in 1986, \$308,256 (\$0.11 per share) in 1985, \$304,000 (\$0.17 per share) in 1984, and \$719,900 (\$0.25 per share) in 1983.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 8,520,257	\$ 2.94
1986	7,951,819	2.78
1985	6,842,649	2.41
1984	6,134,821	2.08
1983	4,974,362	1.75

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account

Year ended	1/2/88	1/3/87
Net sales	\$ 21,070,381	\$ 19,063,510
Cost of Sales	18,623,502	16,509,085
Expenses	1,221,435	1,160,124
Interest expense	514,028	139,921
Factor's charges	119,900	108,634
Interest income	(84,007)	(185,476)
Other income	(4,809)	(824)
Gain on sale of prop.	(1,692)	(3,212)
Proceeds of life insurance	(30,000)	—
Income before taxes	\$ 732,224	\$ 1,337,238
Income taxes	473,597	649,853
Net Income	\$ 258,627	\$ 687,405
Extraord. gain	306,324	421,765
Net Income & extraord. gain	\$ 564,951	\$ 1,109,170

* Included in Costs and Expenses, Depreciation: \$315,483 in 1987 and \$481,938 in 1986.

Assets

As of	1/2/88	1/3/87
Cash	\$ 79,111	\$ 99,534
Temporary investments	—	2,768,947
Marketable securities	864,063	—
Accts. receiv., net	3,242,893	1,739,134
*Inventories	260,867	—
Inventories	2,803,388	1,875,491
Prepaid expenses	120,710	121,813
Current Assets	\$ 7,371,732	\$ 6,404,919
*Fixed assets	4,146,358	4,088,436
Other assets	1,452	7,522
Total Assets	\$ 11,519,542	\$ 10,700,877

Liabilities

Long-term debt, curr.	\$ 198,000	\$ 198,000
Accts. payable	999,804	566,476
Accrued payroll	347,826	461,082
Other accruals	139,604	109,099
Curr. Liabilities	\$ 1,675,234	\$ 1,334,657
Long-term debt	954,951	1,152,951
Deferred inc. taxes	369,100	261,450
+Common stock	1,809,171	1,807,125
Add. paid-in capital	3,111,349	3,109,908
Retained earnings	3,999,737	3,034,786
Total Liabilities & Shareholders' Equity	\$ 11,519,542	\$ 10,700,877

* At lower of cost (FIFO) or market.
Less accumulated depreciation.
+ No par value.

Statistical Summary

%Income bef. Taxes to Sales	3.48	7.01
%Net Income to Sales	1.23	3.61
%Net Income to Equity	6.63	8.64
Sales to Inventories	7.52	10.16
Debt to Equity	0.14	0.17
Working Capital	\$ 5,696,498	\$ 5,270,262
Current Ratio	4.40	4.95
Shareholders' Equity	\$ 8,520,257	\$ 7,951,819

Burlington Industries, Inc.

Corporate Headquarters:

3330 West Friendly Avenue
Box 21207
Greensboro, North Carolina 27410
(919) 379-2000

Burlington Industries, Inc.

Merchandising Headquarters:
Burlington House
1345 Avenue of the Americas
New York, New York 10105
(212) 621-3000

(The Company is an indirect, wholly owned subsidiary of Burlington Holdings, Inc.)

Officers: Frank S. Greenberg, chairman of the board & chief executive officer; Donald R. Hughes, vice chairman & chief financial officer; Robert L. Barnes, group vice president; William deR. Holt, Jr., group vice president; Marvin J. Pinson, Jr., group vice president; Clarence C. Finley, group vice president; Abraham B. Stenberg, group vice president; Arthur C. Wiener, group vice president; Bernard A. Leventhal, group vice president; George W. Henderson, III, group vice president; George C. Waldrep, Jr., group vice president; John O. Englar, v.p.-general counsel & secretary; J. Kenneth Lesley, v.p.-personnel & public relations; E. Barry James, v.p.-fibers purchasing; Park R. Davidson, asst. v.p.-finance; Peyton R. Latimer, v.p. & treasurer; Agustin J. Diodati, controller; Roger M. Rheume, asst. controller; Emil F. Garda, asst. treasurer-credit; Robert B. Underhill, associate general counsel; Ben F. Tennille, associate general counsel; Robert H. Stevens, Jr., asst. general counsel; Barbara K. Eisenberg, asst. general counsel; Robert T. Abbott, asst. treasurer; Roy M. Phipps, Jr., asst. treasurer.

Directors: Frank S. Greenberg, Donald R. Hughes, Donald P. Brennan, Robert F. Greenhill, Alan E. Goldberg.

Business Activities: A diversified manufacturer of textiles and related products for apparel, home and industry, the Company manufactures and merchandises apparel fabrics, yarns, carpets, rugs, mattress tickings, draperies, upholstery fabrics, bedspreads, comforts, and automotive fabrics and carpets. Industrial fabric products include specialized man-made fiber and fiber glass products. The Company has 72 plants in the United States and 12 plants in 4 other countries.

Trademarks and/or Brand Names: Burlington House, Burlana, Bur-Mil, Burlington Ms., Crossfire, Expandra, Galey & Lord, Goodall, Klopman, Lees, Mooreville, Pacific, Raelord, Allurema, Endo-Stat, Erwin, Knitovations, Millbrook, Mohara, Monticello, Pinfeather, Suraline, Tarpoon, The Equipe, Ultrama, Whipped Cream.

Divisions and Subsidiaries:

International Operations - Non-Consolidated

Mitsubishi-Burlington Co., Ltd.
Tokyo, Japan
Residential and commercial carpeting.
Products for Apparel

Burlington Menswear
1345 Avenue of the Americas
New York, New York 10019
Worsted, worsted blend and textured woven fabrics for men's and women's wear and uniforms.

Burlington Denim
1345 Avenue of the Americas
New York, New York 10019
Cotton and cotton/polyester blend denim fabrics.

Klopman Fabrics
1345 Avenue of the Americas
New York, New York 10019
Woven fabrics for women's wear, men's wear, uniforms, home furnishings and institutional napery. High-performance fabrics for active sportswear.

Burlington Blended Fabrics
Polyester/cotton and cotton woven fabrics for men's, women's and children's wear, uniforms, workwear and sportswear; institutional napery; decorative fabrics for home furnishings; and protective fabrics for hazardous environment workwear.

Burlington Greige Sales
1345 Avenue of the Americas
New York, New York 10019
Filament and spun woven fabrics.

Burlington Madison Yarn
1345 Avenue of the Americas
New York, New York 10019
Textured nylon and polyester, KDK and spun synthetic yarns.

Burlington Knitted Fabrics
Yarn dyed and piece dyed spun and filament circular knitted fabrics for men's, women's and children's wear.

Burlington Prints
Printed, woven and knitted fabrics for men's, women's and children's wear and non-apparel uses.

Burlington Home Sewing Fabrics
Finished apparel fabrics for the home sewing market.
Products for the Home

Carpet Group
Burlington House Area Rugs
919 Third Avenue
New York, New York 10022
Tufted bath and area rugs.

Burlington House Carpets
919 Third Avenue
New York, New York 10022
Tufted residential carpets.

Lees Carpets
Valley Forge Corporate Center
King of Prussia, Pennsylvania 19406
Tufted residential carpeting.

Monticello Carpet Mills
1345 Avenue of the Americas
New York, New York 10019
Tufted residential carpeting.

Lees Commercial Carpets
Tufted and woven carpeting and tufted carpet tiles for the commercial market.
Domestics

Burlington House Converter Fabrics
Drapery fabrics for the custom drapery market.

Burlington House Draperies
Ready-made and made-to-measure draperies, sheets and bedspread ensembles.

Burlington House Ticking
Damaak and stripped mattress tickings for residential, contract and institutional markets.

Burlington House Upholstery Fabrics
Woven fabrics and tufted velvets for the residential and commercial upholstered furniture market.

C.H. McLeod & Sons
Floor, interior trim and trunk parts for the automotive industry. High-fashion area rugs and carpets for residential, commercial and designer markets.

Military Fabrics
Specially engineered fabrics for military apparel and equipment.

Products for Industry

Burlington Glass Fabrics
1345 Avenue of the Americas
New York, New York 10019
Fiber glass fabrics, tapes, and high temperature insulating materials.

Burlington Industrial Fabrics
1345 Avenue of the Americas
New York, New York 10019
Heavy synthetic industrial fabrics.

Burlington Formed Fabrics
Non-woven fabrics for home furnishings, industrial and medical applications.

Burlington Imression Fabrics
Fabrics for typewriters, computer printers and other applications.

Burlington Performance Fabrics
Woven lightweight, synthetic fabrics engineered for high-performance end uses.

Other Domestic Operations

Valley Forge Information Service
Market research and opinion polling services.

B.I. Transportation, Inc.
Private and common motor carrier and domestic and international traffic services.

Burlington Trading Company
Development of new international markets for Burlington products.

International Operations - Consolidated

Burlington Carpet Mills, Canada, Ltd.

Bramalea, Ontario, Canada
Residential and commercial carpeting.

Burlington Canada, Inc.
Dorval, Quebec, Canada
Woven narrow fabrics for industrial uses, and knitted apparel fabrics.

Burlington Industries (Ireland), Ltd.
Tralee, Ireland
Polyester/cotton greige fabrics and textured yarn products.

Burlington Sportswear Fabrics Limited
Longford, Ireland
Indigo denim fabrics for men's, women's and children's wear.

Klopman International S.p.A.
Frosinone, Italy
Polyester/cotton fabrics for leisure wear and uniforms.

Nobilis-Lees S.A. de C.V.
Cuernavaca, Mexico
Woven fabrics for apparel and home furnishings.

Insuratel, Ltd.
Hamilton, Bermuda
General reinsurance.

Leodye, Inc.
Lachine, Quebec, Canada
Finishing services for knitted fabrics manufacturers.

Masland of Canada, Ltd.
Rexdale, Ontario, Canada
Floor, interior trim and trunk parts for the automotive industry.

NOTE: Burlington Holdings Inc., a Delaware corporation, and BII Acquisition Corp., a Delaware corporation, were organized to effect the acquisition of Burlington Industries, Inc. On June 24, 1987, Acquisition Corp. merged with and into Burlington with Burlington being the surviving corporation in the Merger. As a result of the Merger, Burlington became an indirect wholly owned subsidiary of Holdings.

Sales & Earnings

	Net Sales (000's)	Net Income (000's)
10/3/87*	\$ 909,291	\$ (25,290)
6/27/87+a	2,369,993	47,249
9/27/86a	2,778,132	56,531
9/28/85	2,802,134	12,574
9/29/84a	3,168,760	62,399
	No. of Com. Shares	Earn. per Share :
10/3/87*	12,900,000	\$ --
6/27/87+a	30,973,728	1.71
9/27/86a	27,668,490	2.01
9/28/85a	28,583,382	0.44
9/29/84a	28,531,102	2.18

(Loss)

* 3 months

+ 9 months

a Predecessor company

‡ Based on the weighted average number of shares outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
10/3/87	\$ —	—	—
6/27/87s	1.23	—	—
9/27/86s	1.64	—	—
9/28/85s	1.64	—	—
9/29/84s	1.61	—	—

x Predecessor company

Common Stock Equity

	Total Equity (000's)	Equity Per Share
10/3/87	\$ 99,342	\$ 7.95
6/27/87s	—	—
9/27/86s	1,140,431	41.52
9/28/85s	1,150,779	40.26
9/29/84s	1,193,266	41.82

x Predecessor company.

Income Account^a
(000's)

Year ended	10/3/87 (3 Months)	6/27/87s (9 Months)
Net sales	\$ 909,291	\$ 2,369,993
Cost of sales	765,037	2,067,364
Expenses	60,604	176,938
Other expense	9,640	3,571
Interest expense	97,202	18,864
Takeover defense expense	—	23,250
Income (loss) before taxes	\$ (23,192)	\$ 80,006
Income taxes	2,098	32,757
Net Income (Loss)	\$ (25,290)	\$ 47,249

^a Included in Costs and Expenses, Depreciation and Amortization: \$34,618,000 in the period ending October 3, 1987.

x Predecessor company.

Assets
(000's)

As of	10/3/87	6/27/87s
Cash & short-term invest.	\$ 279,432	\$ 94,870
Accounts receiv., net	562,156	509,640
Sundry notes receiv.	20,132	28,011
Deferred taxes	—	14,466
*Inventories	575,871	327,286
Prepaid expenses	21,295	12,856
Current Assets	\$ 1,458,886	\$ 987,129
Investment & receiv.	30,513	54,326
*Fixed assets	1,168,532	1,082,454
Other assets	833,634	57,498
Total Assets	\$ 3,491,565	\$ 2,181,407

Liabilities
(000's)

Notes payable	\$ 27,855	\$ 45,306
Long-term debt, curr.	667,080	30,971
Accts. payable	189,911	175,069
Accruals & sundry accts. payable	165,893	144,225
Income taxes	22,619	17,116
Curr. Liabilities	\$ 1,073,358	\$ 412,687

Long-term debt	2,262,373	392,327
Other liabilities	56,492	47,445
Deferred inc. taxes	—	188,517
+Common stock	125	28,898
Add. paid-in capital	124,875	220,317
Retained earnings (deficit)	(25,290)	1,002,570
Treasury stock	—	(63,362)
Foreign curr. trans.	(368)	(47,992)

Total Liabilities & Shareholders' Equity \$ 3,491,565 \$ 2,181,407

x Predecessor company

* At lower of cost or market. Domestic inventories at "dollar value" LIFO; foreign at average cost.

Less accumulated depreciation, amortization and obsolescence.

+ \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	—	3.38
%Net Income to Sales	—	1.99
%Net Income to Equity	—	—
Sales to Inventories	1.58	—
Working Capital	\$ 385,528,000	\$ 574,442,000
Current Ratio	1.36	2.39
Shareholders' Equity	\$ 99,342,000	\$ 1,140,431,000

Carolina Mills, Inc.

618 Carolina Avenue
Post Office Box 157
Maiden, North Carolina 28650
(704) 428-9911

Officers: Edward P. Schrum, president, treasurer & chief executive officer; Jerry Harbinson, v.p.-admin. & secretary; T. P. Pruitt, Jr., v.p.-Weaving Division & asst. treasurer; Kenneth C. Isaac, v.p.-Knit Finishing Division; Stephen Dobbins, v.p.-sales yarn mfg.; George A. Moretz, v.p.-yarn manufacturing & asst. secretary; George A. Moretz, v.p.-Sales Yarn Division.

Directors: Julius W. Abernethy, Jr.*; Claude S. Abernethy, Jr.*; Julius W. Abernethy, III; Dan Mark Boyd, III; Hurrell H. Keener*; George A. Moretz; Edward P. Schrum*; Charles Long Sigmon; T. P. Pruitt, Jr.*; J. L. Thompson, Jr.; Robert A. Ragan.

* Member of the Executive Committee

Business Activities: Produces yarns for knit outerwear, home furnishings, silver knit, elastic webbing and flame retardant children's sleepwear, cotton flannel for the work glove trade, upholstery fabrics and also finishes circular knit fabrics.

Plant Location(s): Maiden, Newton, Statesville, Hickory, Lincolnton, and Ranko, North Carolina.

Divisions:

Yarn Division-Sales
Maiden, Lincolnton, Ranko, Newton & Statesville, North Carolina.

Yarn Division-Manufacturing
Maiden, Statesville, Lincolnton & Ranko, North Carolina.

Knit Finishing Division
Newton, North Carolina

Weaving Division
Newton, North Carolina

Woven Fabrics Division
Newton & Hickory, North Carolina

Furniture Division
Maiden, North Carolina

Subsidiaries:

Carolina Maiden Corporation
Maiden, North Carolina

Yarn sales agency.
New York, New York

Carolina Mills Domestic International
Sales Corporation (DISC)
Maiden, North Carolina

Null Manufacturing
Maiden, North Carolina
Exposed wood and fully upholstered furniture; selected case goods.

Stock Exchange(s): Over-the-Counter.

Sales & Earnings

	Net Sales	Net Income
1986	\$ 187,884,211	\$ 7,773,307
1985 [†]	158,120,387	4,325,390
1984	166,627,353	3,522,672
1983	154,490,368	4,843,926
1982	134,733,139	4,340,319

	No. of Com. Shares	Earn. per Share
1986	3,988,469	\$ 1.96
1985 [†]	3,936,839	1.09
1984	3,998,393	1.38
1983	3,995,798	1.21
1982	3,999,900	1.11

[†] Restated to reflect adjustments occasioned by the Internal Revenue Service examination.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	\$ 0.60	—	—
1985 [†]	0.52	—	—
1984	0.54	—	—
1983	0.50	—	—
1982	0.50	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1986	\$ 54,041,111	\$ 13.55
1985 [†]	48,437,934	12.30
1984	46,533,628	11.64
1983	43,160,340	10.80
1982	40,344,791	10.09

† Restated.

Income Account^a

Year ended	9/27/86	9/28/85 [†]
Net sales	\$ 187,884,211	\$ 158,120,387
Cost of sales	170,939,815	149,959,247
Other charges	2,852,267	1,213,343
Income before taxes	\$ 14,092,129	\$ 6,947,797
Income taxes	6,318,822	2,622,447
Net Income	\$ 7,773,307	\$ 4,325,350

^a Included in Costs and Expenses, Depreciation and Amortization: \$5,849,250 in 1986 and \$5,368,381 in 1985.
[†] Restated.

Assets

As of	9/27/86	9/28/85 [†]
Cash	\$ 701,519	\$ 3,073,636
Notes receiv.	121,621	104,576
Accts. receiv., net	26,238,231	20,738,054
*Inventories	16,816,644	17,693,078
Temporary investments	3,265,665	2,288,409
Prepaid expenses	138,993	92,134
Overpayment of taxes	122,333	314,075
Current Assets	\$ 47,405,006	\$ 44,303,962

Carolina Mills, Inc.

Investments	1,950	3,050
#Fixed assets	38,462,125	37,439,111
#Less prop. under		
cap. leases	38,764	64,607
Other assets	1,730,247	1,028,782
Total Assets	\$ 87,638,092	\$ 82,839,512

Liabilities		
Notes payable	\$ 4,771,718	\$ 9,986,000
Accts. payable	8,528,059	7,417,325
Accruals	5,448,606	3,045,947
Income taxes	462,503	256,695
Oblig. under		
cap. leases	37,605	32,558

Curr. Liabilities	\$ 19,248,491	\$ 20,738,526
Long-term debt	14,348,490	13,663,052
+Common stock	3,988,469	3,936,859
Attd. paid-in capital	4,715,492	4,496,038
Retained earnings	45,394,650	40,005,037
Treasury stock	(57,500)	—

Total Liabilities & Shareholders' Equity	\$ 87,638,092	\$ 82,839,512
---	----------------------	----------------------

† Restated.

* At lower of cost (FIPO, LIPO, or average) or market.

Less accumulated depreciation.

† Less accumulated amortization.

+ \$1 per value.

Statistical Summary

%Income bef. Taxes		
to Sales	7.30	4.39
%Net Income to Sales	4.14	2.74
%Net Income to Equity	14.18	8.00
Sales to Inventories	11.17	8.94
Debt to Equity	0.27	0.28
Working Capital	\$ 28,156,515	\$ 23,565,434
Current Ratio	2.46	2.16
Shareholders' Equity	\$ 54,041,111	\$ 48,437,934

Celanese Canada Inc.

(56.2%-owned by Hoechst Celanese Corporation)

800 Dorchester Boulevard West
Montreal H3B 1Z1 Quebec, Canada
(514) 871-5511

Mailing address:
P.O. Box 6170
Station 'A'
Montreal, Quebec H3C 3K8, Canada

Officers: Pierre Cote, chairman of the board; Paul H. Williams, president; Jean Richard, v.p.-human resources; James K. Lambie, v.p.-corp. development & government relations; J. Stewart Browning, v.p.-corp. affairs & secretary; Jacques Binette, v.p., controller & treasurer; Ian T. Brownlie, v.p. & gen. mgr.-Chemical and Industrial Products Group; George M. McOlin, gen. mgr.-Textile Group; Ronald J. S. McNeely, gen. mgr.-Textile Group.

Directors: Pierre Cote*, chairman; Harry B. Bartley, Jr., Laurent Beaudoin*, Marcel Belanger, W. I. M. Turner, Jr.*, Thomas Symons, Mrs. Jean Caselman Wadda, William B. Harris*, Paul H. Williams*, Harry R. Benz, Peter U. Blum, Ian T. Brownlie, Richard M. Clarke, Ernest H. Drew.

* Member of the Executive Committee

Business Activities: Engaged in the production of man-made fibres, broadwoven fabrics, chemicals and industrial products. The Textile Group is divided into two business units. Textile Fibres manufactures and markets texture polyester filament yarns, acetate filament yarns, as well as apparel, household and carpet staple products. Industrial Fibres manufactures and markets polyester heavy denier industrial filament yarns and staple products.

Trademarks and/or Brand Names: Celanese, Celasia, Celcloud, Celtron.

Plant Location(s): Drummondville, Quebec; Millhaven, Ontario.

Operating Units

Textile Group
800 Dorchester Boulevard West
Montreal, Quebec H3B 1Z1, Canada
(514) 871-5511

Chemicals and Industrial Products Group
195, The West Mall
Suite 1000
Etobicoke, Ontario M9C 5K1, Canada
(416) 622-2032

Transfer Agent(s)

Montreal Trust Company (common & preferred shares)
Edmonton, Montreal, Toronto, Vancouver, Canada

Mellon Securities Trust Company (common shares only)
New York, New York

Stock Exchange(s): Montreal, Toronto

Ticker Symbols: CCLM (Montreal), CCLT (Toronto)

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 351,200,000	\$ 28,356,000
1986	345,300,000	18,766,000
1985	337,500,000	12,555,000
1984	344,100,000	6,231,000
1983	337,900,000	8,997,000

	No. of Com. Shares	Earn. per Share
1987	13,574,571	\$ 2.02
1986	13,573,441	1.32
1985	13,566,960	0.87
1984	13,551,174	0.40
1983	13,537,072	0.61

+ Of continuing operations only.

Revenues by Line of Business

	1987	1986
Polyester & polypropylene	\$ 134,398,000	\$ 133,718,000
Cellulosic fibres & fabrics	51,837,000	61,159,000
Industrial prods.	79,242,000	77,374,000
Chemicals	109,517,000	102,747,000
Eliminations	(23,856,000)	(29,819,000)
Total	\$ 351,158,000	\$ 345,179,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 1.30	—	—
1986	0.76	—	—
1985	0.20	—	—
1984	0.20	—	—
1983	0.05	—	—

Common Stock Equity

	Total Equity ‡	Equity Per Share
1987	\$ 143,142,000	\$ 10.54
1986	133,390,000	9.83
1985	125,663,000	9.26
1984	116,460,000	8.59
1983	113,625,000	8.39

‡ After allowing for preferred stock at redemption values.

Income Account * (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 351,158	\$ 345,179
Cost of sales	291,229	296,652
Expenses	20,585	19,878
Interest & debt exp.	190	2,310
Other income	(6,749)	(2,756)
Income bef. taxes	\$ 45,903	\$ 29,095
Income taxes	17,547	10,329
Net Income	\$ 28,356	\$ 18,766

* Included in Costs and Expenses, Depreciation and Amortization: \$24,187,000 in 1987 and \$23,919,000 in 1986.

Assets (000's)

As of Dec. 31	1987	1986
Cash & invest.	\$ 32,807	\$ 2,985
Receiv. net	52,845	63,942
*Inventories	34,962	36,743
Other assets	2,804	2,587
Deferred taxes	12,281	11,494

Current Assets	\$ 135,699	\$ 117,751
#Fixed assets	114,906	117,906
Other assets	7,775	3,090
Invest. in subsid.	—	8,492
Total Assets	\$ 258,380	\$ 247,239

Liabilities (000's)

Accts. payable & accruals	\$ 65,427	\$ 61,469
Income taxes	8,806	10,654
Curr. Liabilities	\$ 74,233	\$ 72,123
Deferred inc. taxes	22,618	23,339
+Preferred stock	12,363	12,363
+Common stock	50,005	49,986
Retained earnings	99,161	89,428

Total Liabilities & Shareholders' Equity	\$ 258,380	\$ 247,239
---	-------------------	-------------------

* At LIPO cost.

Less accumulated depreciation and amortization.

+ No par value.

Statistical Summary

%Income bef. Taxes		
to Sales	13.07	8.43
%Net Income to Sales	8.07	5.44
%Net Income to Equity	17.55	12.36
Sales to Inventories	10.04	9.39
Working Capital	\$ 61,466,000	\$ 45,628,000
Current Ratio	1.83	1.63
Shareholders' Equity	\$ 161,529,000	\$ 151,777,000

Celanese Mexicana S.A.

P.O. Box 112-BIS 01040 D.F. Mexico

(40%-owned by Celanese International Holding Co., a subsidiary of Hoechst-Celanese Corp.)

Officers: Federico Ortiz A., president & managing director; James J. Bigham, v.p.; Isaac Saba Ruffoul, v.p.; Marcelino L. Maja, treasurer & dir.-finance; Agustín Rodríguez Rocha, secretary; Gastón Esquivel Pérez P., asst. secretary; Fernando Trejo Repetto, dir.-Chemical Division; Ernesto Fernández Morales, dir.-Industrial Products Division; Jorge Martínez Montes, dir.-planting; Alberto Barrón, dir.-industrial relations; Alejandro Forte Aragón, dir.-industrial promotion and supplies; Guillermo López Mellado, dir.-Fibers Division.

Directors: Federico Ortiz A., managing director; Richard R. Austin, James J. Bigham, Rudolf Dallwitz, Ernest H. Drew, Ernesto Fernandez Hurtado, Thomas F. Kennedy, Agustin F. Legorreta, Jerome E. Link, Ernesto Marcos Giacomani, Marcelino L. Maja, Alejandro Palma, Juan Antonio Perez Simon, Alberto Saba Raffoul, Eduardo Saba Raffoul, Isaac Saba Raffoul, Salomon Saba Raffoul.

Business Activities: The Company's main activity is the manufacture and marketing of chemical fibers, chemical products, plastics, specialties and flexible films. Textile products include polyester staple used in conventional and sewing threads and upholstery, polyester filament and industrial polyester, nylon for the hosiery and carpet markets, Celanese fiber for the hosiery market, and nylon and polyester tire cord.

Subsidiaries:

Consorcio Promocional de Industrias, S.A. de C.V.

Univex, S.A. (45.9%-owned)

Engaged in the production of Caprolactam used in nylon, both textile and engineering resins applications, as well as industrial products such as tire cord and monofilament.

Tereftalato Mexicano, S.A. (22.29%-owned)

Produces purified terephthalic acid which is a raw material used in the production of polyester fibers and resins.

Convertidora Textil, S.A. de C.V. (50%-owned)

Engaged in the production of textured nylon and polyester; acrylic and polyester staple spinning threads; acrylic filament spinning, twisting, dyed and sewing threads.

Sales & Earnings x

	Net Sales (millions)	Net Income † (millions)
1987	\$ 757,051	\$ 96,416
1986	267,711	17,050
1985	141,833	8,388
1984	102,807	4,085
1983	59,272	5,914

	No. of Com. Shares	Earn. per Share ‡
1987	93,600,000	\$ 1,030.59
1986	93,600,000	182.25
1985	93,600,000	89.66
1984	78,000,000	52.40
1983	65,000,000	91.03

x All figures in Mexican pesos.

‡ Adjusted to reflect stock dividends.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 300	—	—
1986	100	—	—
1985	20	10%	—
1984	—	10%	—
1983	—	5%	—

Common Stock Equity

	Total Equity (millions)	Equity Per Share
1987	\$ 987,412	\$ 10,554
1986	369,868	3,954
1985	146,035	1,775
1984	146,753	1,908
1983	85,492	1,316

Income Account (millions)

Year ended	12/31/87	11/30/86
Net sales	\$ 757,051	\$ 267,711
Cost of sales	571,893	193,292
Expenses:		
Tech. & develop.	7,335	2,423
Selling & adm.	52,336	22,855
Integral financing	(10,635)	519
Amortization	(19,473)	—
Income before taxes	\$ 155,995	\$ 43,622
Income taxes	76,956	11,236
Eq. inc. of affil.	(11,818)	(4,484)
Minority interest	286	256
Net Income	\$ 90,171	\$ 36,614

* Included in Costs and Expenses. Depreciation: \$37,833,000,000 in 1987 and \$14,784,000,000 in 1986.

Assets (millions)

As of	12/31/87	11/30/86
Cash & market secur.	\$ 114,286	\$ 14,068
Accts. receiv., net	202,274	87,516
* Inventories	168,880	90,770
Current Assets	\$ 485,440	\$ 152,354
Investments	95,449	41,230
* Fixed assets	837,203	349,608
Other assets	7,682	2,736
Total Assets	\$ 1,425,774	\$ 545,948

Liabilities (millions)

Long-term debt, curr.	\$ 549	\$ 169
Accts. payable & accruals	166,780	72,254
Income taxes & profit sharing	13,705	7,228
Deferred income taxes	24,050	—
Current Liabilities	\$ 205,084	\$ 79,651
Long-term debt	5,290	38,324
Minority interest	16,346	6,466
Deferred credits	7,108	222
Deferred inc. taxes	44,294	4,827
+ Common stock	4,678	4,678
Add. paid-in capital	1,053	1,053
Retained earnings	97,482	26,385
Updating of equity	1,044,439	384,342
Total Liabilities & Shareholders' Equity	\$ 1,425,774	\$ 545,948

* At lower of cost (FIFO) or market.

‡ Less accumulated depreciation.

+ \$50 par value.

Statistical Summary

% Income bef. Taxes to Sales	20.55	16.29
% Net Income to Sales	11.91	13.68
% Net Income to Equity	7.86	9.53
Sales to Inventories	4.48	5.27
Debt to Equity	0.01	0.10
Working Capital	\$ 280,356,000	\$ 72,703,000
Current Ratio	2.37	1.91
Shareholders' Equity	\$ 1,147,652,000	\$ 384,342,000

Champion Products Inc.

3141 Monroe Avenue
Rochester, New York 14618
(716) 385-3200

Mailing address:
P.O. Box 850
Rochester, New York 14603

Officers: John J. Tania, chairman; Roger Holland, president & chief exec. officer; Harold S. Feinbloom, sr., p.p.; Donald R. Sherman, sr. v.p. & chief financial officer; Fred W. Z. Lulof, v.p. & gen. mgr.-retail & international; Robert J. Powell, secretary & general counsel; Ambrose J. Paridon, v.p. & gen. mgr.-athletic & institutional; Thomas D. Sheehy, v.p.-operations; John F. Hackett, v.p.-human resources & treasurer; Kenneth R. Knight, v.p.-corporate services; William J. Woodard, controller.

Directors: Angelo A. Costanza, Harold S. Feinbloom *, Robert Van Buren, Sanford J. Liebachutz, John J. Tania *, John M. Emery, Roger Holland *

* Member of the Executive Committee

Business Activities: Operates a chain of factory outlet stores located in New York, Massachusetts and Oregon. Engaged in the production, processing, and distribution of athletic uniforms, physical education wear, campus casual wear, camp wear, and leisure wear.

Trademarks and/or Brand Names: Champion, Champion U.S.A., Champknit, Doral, Taper-T, Norset, Endural, Reverse Weave, Skivvies.

Plant Location(s): Geneseo, Livonia, Perry & Norwich, N.Y.; Clayton, Asheville, Wendell, Weaverville, N.C.; Fitzgerald, Georgia.

Subsidiary:

Champion Outerwear Company

Fitzgerald, Georgia

An apparel manufacturing company specializing in jackets and outerwear.

Joint Venture:

Champion Products, GmbH

(50%-owned)

Munich, West Germany

Operates a chain of franchises Champion Shops in West Germany.

Transfer Agent(s):

Chase Lincoln First Bank, N.A.

One Lincoln First Square

Rochester, New York 14643

Stock Exchange(s):

American

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 177,545,000	\$ 6,961,000
1986	141,008,000	4,932,000
1985	118,414,000	2,363,000
1984	112,483,000	1,660,000
1983	105,897,000	1,820,000

	No. of Com. Shares +	Earn. per Share ‡
1987	3,412,033	\$ 2.05
1986	3,381,544	1.47
1985	3,338,660	0.72
1984	3,278,702	0.51
1983	3,275,042	0.54

† Including extraordinary gain of \$213,000 (\$0.07 per share) in 1984.

+ Adjusted to reflect stock split.

‡ Based on the weighted average number of shares outstanding.

Champion Products Inc.

Common Stock

	Cash Dividend ‡	Stock Dividend	Stock Split
1987	\$ 0.40	—	2-for-1
1986	0.36	—	—
1985	0.36	—	—
1984	0.36	—	—
1983	0.36	—	—

‡ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 50,072,000	\$ 14.68
1986	43,635,000	12.90
1985	39,129,000	11.72
1984	37,507,000	11.44
1983	37,007,000	11.30

‡ Adjusted to reflect stock split.

Income Account *

Year ended Dec. 31	1987	1986
Net sales	\$ 177,545,000	\$ 141,008,000
Cost of sales	130,124,000	104,601,000
Expenses	31,834,000	25,671,000
Interest expense	3,013,000	1,141,000
Income bef. taxes	\$ 12,584,000	\$ 9,595,000
Income taxes	5,633,000	4,663,000
Net Income	\$ 6,961,000	\$ 4,932,000

* Included in Costs and Expenses, Depreciation: \$3,229,000 in 1987 and \$2,059,000 in 1986.

Assets

As of Dec. 31	1987	1986
Cash	\$ 5,423,000	\$ 4,078,000
Accts. receiv., net	27,089,000	20,345,000
* Inventories	44,833,000	33,596,000
Other assets	1,614,000	1,372,000
Current Assets	\$ 78,959,000	\$ 59,391,000
‡ Fixed assets	24,496,000	21,277,000
Other assets	1,755,000	1,048,000
Total Assets	\$ 105,210,000	\$ 81,716,000

Liabilities

Long-term debt, curr.	\$ 1,062,000	\$ 1,839,000
Accts. payable	6,590,000	9,955,000
Notes payable	—	2,417,000
Accrued taxes	984,000	744,000
Accrued payroll	6,297,000	5,041,000
Other liabilities	4,025,000	3,401,000
Curr. Liabilities	\$ 18,958,000	\$ 23,417,000
Long-term debt	33,908,000	12,974,000
Def. inc. taxes	2,272,000	1,690,000
+ Common stock	3,572,000	1,773,000
Add. paid-in capital	11,580,000	12,572,000
Retained earnings	36,044,000	30,442,000
Treasury stock	(1,124,000)	(1,152,000)
Total Liabilities & Shareholders' Equity	\$ 105,210,000	\$ 81,716,000

* At lower of cost (LIFO) or market cost.

‡ Less accumulated depreciation.

+ \$1 par value.

Statistical Summary

% Income bef. Taxes to Sales	7.09	6.80
% Net Income to Sales	3.92	3.50
% Net Income to Equity	13.90	11.30
Sales to Inventories	3.96	4.20
Debt to Equity	0.70	0.40
Working Capital	\$ 60,001,000	\$ 35,974,000
Current Ratio	4.16	2.54
Shareholders' Equity	\$ 50,072,000	\$ 43,635,000

Charter Golf, Inc.

8055 East Tufts Avenue Parkway
Suite 1050
Denver, Colorado 80237
(303) 721-0091

Officers: Gerald W. Montiel, president & chief executive officer; Jeffrey Kenneth Prager, v.p.-finance & treasurer; John Ashworth, secretary & sales and marketing manager.

Directors: Gerald W. Montiel, Jeffrey Kenneth Prager, John Ashworth.

Business Activities: The Company plans to engage in the design, production, and marketing of a line of men's golf apparel, including shirts, shorts, slacks, and after-golf sweat outfits.

Transfer Agent(s):

Continental Stock Transfer & Trust Company
Jersey City, New Jersey

Stock Exchange(s): Over-the-Counter

Sales & Earnings x

	Net Sales	Net Income
1987*	—	\$ (12,770)

	No. of Com. Shares ‡	Earn. per Share ‡
1987*	2,140,486	\$ —

(Loss)

x The Company is in the development stage.

* 14 weeks.

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	2-for-1

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 38,005	\$ 0.02

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Income Account

Year ended	6/30/87 (14 weeks)
Net sales	\$ —
Produc. costs	7,250
Expenses:	
Gen. & adm.	19,442
Mktg.	4,500
Interest expense	1,578
Net Loss	\$ (32,770)

* Included in Costs and Expenses, Depreciation and Amortization: \$1,290 in 1987.

Assets

As of	5/30/87
Cash	\$ 104,318
* Inventories	1,511
Prepaid expenses	4,230
Current Assets	\$ 110,079
‡ Fixed assets	1,133
Organizational costs	1,793
Debt insurance costs	3,923
Def. offering costs	15,756
Total Assets	\$ 132,684

Liabilities

Notes payable	\$ 83,417
Accts. payable & accruals	11,262
Curr. Liabilities	\$ 94,679
+ Common stock	2,250
Add. paid-in capital	68,525
Retained earnings (deficit)	(32,770)
Total Liabilities & Shareholders' Equity	\$ 132,684

* At lower of cost (FIFO) or market.

‡ Less accumulated depreciation and amortization.

+ \$0.001 par value.

Statistical Summary

Debt to Equity	2.19
Working Capital	\$ 15,400
Current Ratio	1.16
Shareholders' Equity	\$ 38,005

The Cherokee Group

12544 Saticoy Street
North Hollywood, California 91605
(213) 875-1002

Officers: James P. Argyropoulos, chairman of the board & chief exec. officer; Robert Margolia, president & chief operating officer; Cary D. Cooper, exec. v.p.; Mark Tase, pres.-Shoe Division; Terrance J. Smith, v.p. & chief financial officer; Jay L. Kester, marketing pres.-Apparel Division; Joe Gasperi, president-Licensing Division; Dan Zuckerman, secretary & exec. v.p.-Franchise Division; Grace Coudos, pres.-Stores Division; Mel Matsui, pres.-Code Bleu.

Directors: James P. Argyropoulos, chairman; Robert Margolia, Arthur P. Argyria, Peter D. Tamny, Edwin W. Steidle, Cary D. Cooper.

Business Activities: Designs, manufactures and markets women's apparel, including pants, woven and knitted tops, skirts, overalls, jumpsuits, jeans and vests, under the Cherokee brand name and other private labels. Also manufactures women's footwear, and operates 11 retail stores and one outlet store located in southern California.

Trademarks and/or Brand Names: Cherokee, Littlefoot, Kork-Ease, Hands On, Code Bleu, Biacote, A. Smile.

Divisions:

Apparel Division
Shoe Division
Licensing Division
Stores Division
Franchise Division
Code Bleu Division

Subsidiaries:

Cherokee Apparel Corporation
Cherokee Trading Corporation
Cherokee World Wide Corporation
Cherokee Franchising Corporation

Priority Finishing Corporation (81%-owned)
Processes specialty textiles.

Acquisitions:

Chutes Corporation (80%-owned)
Seattle, Washington
Imports and sells young men's, boys' and juniors' sportswear under the Code Bleu name.

Pallmark International
Imports and markets women's, children's and athletic shoes to major retailers.

Transfer Agent(s):

City National Bank
120 South Spalding Drive
Beverly Hills, California 90212

Stock Exchange(s): Over-the-Counter

Ticker Symbol: CHKE (NASDAQ)

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 139,631,000	\$ 10,397,000
1986	104,001,000	6,792,000
1985	83,634,000	4,269,000
1984	72,413,000	3,059,000
1983	48,299,000	1,676,000

	No. of Com. Shares ‡	Earn. per Share † ‡
1987	12,476,007	\$ 0.83
1986	11,255,174	0.60
1985	11,374,092	0.38
1984	11,388,460	0.24
1983	8,028,152	0.21

(Including extraordinary gain of \$323,000 (\$0.03 per share) in 1984.

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	—
1986	—	—	2-for-1
			& 2-for-1

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 71,372,000	\$ 5.72
1986	26,645,000	2.37
1985	19,163,000	1.64
1984	15,354,000	1.35
1983	4,959,000	0.62

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Income Account *
(000's)

Year ended	11/28/87	11/29/86
Net sales	\$ 139,631	\$ 104,001
Cost of sales	90,551	65,123
Expenses	30,362	23,535
Factoring commission & int. exp.	1,694	1,533
Interest income	(1,013)	—
Interest expense	169	—
Other income	(1,079)	(48)
Income before taxes	\$ 18,947	\$ 13,858
Income taxes	8,550	7,066
Net Income	\$ 10,397	\$ 6,792

* Included in Costs and Expenses, Depreciation and Amortization: \$1,283,000 in 1987 and \$903,000 in 1986.

Assets
(000's)

As of	11/28/87	11/29/86
Cash	\$ 20,464	\$ 896
Accts. receiv., net	28,303	22,690
*Inventories	23,273	18,065
Net invest.-direct fin. issue	326	304
Prepaid expenses	1,937	1,362
Current Assets	\$ 76,303	\$ 43,317
*Fixed assets	12,030	2,505
Net invest.-direct fin. issue	420	746
Other assets	1,222	1,182
Other investments	277	304
Intangibles	1,975	2,025
Total Assets	\$ 92,417	\$ 50,079

Liabilities
(000's)

Bank loans	\$ 3,635	\$ 10,305
Long-term debt, curr.	467	780
Accts. payable & accruals	10,724	7,890
Income taxes	1,782	1,327
Deferred income taxes	1,006	—
Current Liabilities	\$ 17,614	\$ 19,802
Long-term debt	1,736	955
Deferred inc. taxes	1,524	2,677
Minority interest	169	—
*Common stock	42,286	8,036
Retained earnings	29,106	18,709
Deferred compensation	—	(100)
Total Liabilities & Shareholders' Equity	\$ 92,417	\$ 50,079

* At lower cost (FIFO) or market.

‡ Less accumulated depreciation and amortization.

+ No par value.

Statistical Summary

%Income bef. Taxes to Sales	13.57	13.32
%Net Income to Sales	7.45	6.53
%Net Income to Equity	14.57	25.49
Sales to Inventories	5.52	5.76
Debt to Equity	0.08	0.43
Working Capital	\$ 58,889,000	\$ 23,515,000
Current Ratio	4.34	2.19
Shareholders' Equity	\$ 71,372,000	\$ 26,645,000

Coated Sales, Inc.

P.O. Box 999
Two Industrial Drive, Suite C
Laurence Harbor, New Jersey 08879-0999
(201) 583-9600

Officers: Michael Weinstein, chairman of the board & chief exec. officer; Ernest Glantz, president; Richard Bober, chief operating officer, executive v.p. & secretary; Bruce M. Bloom, chief financial officer, v.p.-finance & asst. treasurer; Philip I. Kagan, asst. secretary; Amber M. Brookman, v.p.-strategic planning/marketing; Denis Lustig, treasurer.

Directors: Michael Weinstein, chairman; Ernest Glantz, Richard Bober, Philip I. Kagan, Amber M. Brookman, Philip Erard, Bruce M. Bloom.

Business Activities: Develops and produces innovative fabrics and other products through specialized finishing, treating, and coating processes primarily for highly technical industrial use and other special applications.

Plant Location(s): Hazlet, New Jersey; Kenyon, Rhode Island.

Division:

Amber Brookman Fabrics Division
New York, New York
Markets industrial textile grade material to various luggage, sport and outdoor wear manufacturers.

Subsidiaries:

Coated Industries, Inc.
Hazlet, New Jersey
Kenyon Industries, Inc.
Kenyon, Rhode Island
Engaged in the coating, dyeing and finishing of textiles.
Coated Sales U.K. Ltd.
Nottingham, England
Cal-Pen Textiles, Inc.
Los Angeles, California
Wholesale distributor of industrial textiles.

Acquisitions:

Pactar Corporation
CP Inco Corp.

Transfer Agent(s):

American Stock Transfer Company
New York, New York

Stock Exchange(s): Over-the-Counter

Ticker Symbol: RAGS (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$ 90,010,703	\$ 7,203,530
1986	53,556,567	3,509,931
1985	27,461,631	677,567
1984	18,199,597	436,247
1983	9,965,420	(8,851)

	No. of Com. Shares ‡	Earn. per Share ‡
1987	18,684,453	\$ 0.400
1986	15,893,370	0.240
1985	12,115,854	0.056
1984	10,000,000	0.046
1983	10,000,000	—

(Loss)

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Coated Sales, Inc.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 40,771,485	\$ 2.18
1986	8,988,146	0.57
1985	5,163,684	0.43
1984	971,587	0.10
1983	515,340	0.05

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account *

Year ended Feb. 28	1987	1986
Net sales	\$ 90,010,703	\$ 53,556,567
Cost of sales	64,480,600	39,409,603
Expenses	9,884,564	4,863,774
Interest expense	1,858,826	2,284,286
Income before taxes	\$ 13,986,713	\$ 6,798,904
Income taxes	6,783,183	3,263,973
Net income	\$ 7,203,530	\$ 3,534,931

* Included in Costs and Expenses, Depreciation and Amortization: \$527,815 in 1987 and \$144,630 in 1986.

Assets

As of Feb. 28	1987	1986
Cash	\$ 4,394,717	\$ 252,319
Short-term invest.	1,754,550	1,641,898
Accts. receiv., net	17,491,471	11,140,815
Due from fin. inst.	18,214,161	3,458,018
Inventories	16,246,985	11,486,033
Prepaid expenses	543,046	793,405
Current Assets	\$ 58,644,930	\$ 28,772,488
Fixed assets	5,836,162	3,451,741
Exc. of purch. price over assets acq.	672,290	1,803,246
Other assets	1,342,414	528,641
Total Assets	\$ 66,495,796	\$ 34,556,116

Liabilities

Notes payable	\$ 1,800,000	\$ 1,500,000
Long-term debt, curr.	424,644	1,003,214
Accts. payable	13,916,215	6,335,146
Accruals	493,302	725,417
Income taxes	1,061,357	3,294,430
Current Liabilities	\$ 17,695,518	\$ 12,858,207
Long-term debt	7,435,084	12,275,993
Other liabilities	393,705	433,770
+Common stock	178,235	135,684
Add. paid-in capital	28,330,635	3,793,177
Retained earnings	12,262,615	5,099,085
Total Liabilities & Shareholders' Equity	\$ 66,495,796	\$ 34,556,116

* At lower of cost (FIFO) or market.

‡ Less accumulated depreciation and amortization.

+ \$0.01 par value.

Statistical Summary

%Income bef. Taxes		
to Sales	15.54	12.69
%Net Income to Sales	8.00	6.55
%Net Income to Equity	17.67	39.03
Sales to Investors	5.54	4.66
Date to Equity	0.24	1.64
Working Capital	\$ 40,749,412	\$ 15,914,281
Current Ratio	3.28	2.24
Shareholders' Equity	\$ 40,771,485	\$ 8,988,146

Costs Virella Pic

Bank House
Charlotte Street
Manchester, M1 4ET, England
061-236 3272

Officers: Samuel Dow, secretary; James Webb, secretary.

Directors: Sir James Spooner, chairman; David Allinson, CBE deputy chairman & group chief executive; James McAdam, deputy chairman & deputy group chief executive; John Aston, C. Michael Bell, Harry A.S. Djanogly, Jeffrey L. Hewitt, John M. Houston, Nicholas C.D. Kuensberg, Alistair H. Macdiarmid, William McEwan, J. David F. Miller, Clifford B. Rothera, W. John Shelton, William C. Thomson, Peter M. White.

Business Activities: The principal activities of the Company are the manufacture, processing and distribution of knitwear and garments, household textiles, furnishings and carpets, and woven and knitted fabrics. Additionally, the company is involved in the production and sale of sewing thread, handknittings, fashionwear and precision engineering products. The Company's retail group operates 400 retail clothing outlets in the U.K., Europe, and North America under the names Jaeger, Country Casuals, Virella, and Jean Muir.

Trademarks and/or Brand Names: Aero, Anchor, Beehive, Jaeger, Milwards, Nomotta, Patons, Red Heart, Penelope, Jean Muir, Country Casuals, Virella, Mathplay, Peter England, Rocola, Van Heusen, Byford, Dalkeith, Ladybird, Chilprufe, Alton Solly, Aeretex, Louis Philippe, Chain, Drima, Dual Duty, Duet, Super Sheen, Koban, Aptan, Epic, Trident, Dorma, Vantona, Chortex, Royal Ascot, Diana Cowpe, CV Carpets, Carrington, Donaghadee, Lancaster, New-Tec, Cyclone, Evvavest, Scipapen, Cydell, Panotex.

Subsidiaries (England):

The British Van Heusen Company Limited
Shirts and leisurewear.

Thomas Burnley & Sons Limited
Yarns and fabrics.

D. Byford & Company Limited
Knitwear and hosiery.

Carrington Virella Garments Limited
Shirts and leisurewear.

J. Compton, Sons & Webb Limited
Uniform clothing.

Country Casuals Limited
Operates 129 retail clothing outlets in the U.K. and Europe.

Diana Cowpe Limited
Household textiles.

CV Home Furnishings Limited
Home furnishings.

CV Woven Fabrics Limited
Yarns and fabrics.

Dalkeith Knitwear Limited
Knitwear.

Dynastec International Limited
Precision engineering.

Albert Hartley Limited
Household textiles.

William Hollins & Company Limited
Fabric/fashion wear.

Jaeger Holdings Limited
Operates retail clothing stores in the U.K. and North America.

Lancaster Carpets Limited
Carpets.

Manfred Knitwear Limited
Knitwear.

Jean Muir Ltd.

Operates retail clothing stores in the U.K. and North America.

Needle Industries Group Limited

Leisure and craft products; home sewing products; industrial sewing products.

Nottingham Group Limited
Educational supplies.

Patons & Baldwins Limited
Handknittings.

Priest (Lindley) Limited
Yarns.

Scott & Smith Group Limited
Household textiles.

Vantona Limited
Household textiles.

VV Household Textiles Limited
Household textiles.

Wardle Fabrics Limited
Household textiles.

West Riding Worsted and Woolen Mills Limited
Yarns and fabrics.

Subsidiaries (Scotland):

Costs Paton PLC
Holding company.

J. & P. Costs (U.K.) Limited
Leisure and craft products; home sewing products; industrial sewing products.

F. Miller (Textiles) Limited
Women's and children's wear.

Paecids Limited
Leisurewear.

Subsidiaries (Northern Ireland):

Donaghadee Carpets Limited
Carpets.

Ewart Liddell Limited
Household textiles.

Subsidiaries (U.S.A.):

Costs & Clark, Inc. (including Dynacast USA)
Leisure and craft products; home sewing products; industrial sewing products; precision engineering; handknittings.

Subsidiaries (Canada):

J. & P. Costs (Canada) Inc.
Leisure and craft products; home sewing products; industrial sewing products; handknittings.

Patons & Baldwins Canada Inc.
Handknittings.

Consoltex Canada Inc. (49.7% interest)
Montreal, Quebec, Canada
Fabric and garments.

Registrars:

Fenchurch Registrar Limited
8-16 Earl Street
London, EC2A 2DY, England

Stock Exchange(s): London

Sales & Earnings

	Net Sales	Net Income †
1986	£1,750,000	£ 132,900,000
1985	1,695,000	102,700,000
1984	606,900,000	32,200,000
1983	307,300,000	9,900,000
1982	103,900,000	3,200,000

	No. of Com. Shares ‡	Earn. per Share ‡ †
1986	261,300,000	47.2p
1985	259,600,000	36.0
1984	N.A.	30.1
1983	N.A.	25.7
1982	N.A.	14.6

N.A. - Not Available.

£ - pound sterling.

p - pence.

† Excluding extraordinary items and minority interests.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business
(000's)

	1986	1985
Thread & handknitting	£ 605,000	N.A.
Garment mfg. & retailing	523,000	N.A.
Yarns & fabrics	243,000	N.A.
Household textiles & carpets	270,000	N.A.
Precision engineering	107,000	N.A.
Total	£ 1,750,000	N.A.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	14.5p	—	—
1985	12.0	—	—
1984	10.0	—	—
1983	8.0	—	—
1982	8.0	—	—

Common Stock Equity

	Total Equity †	Equity Per Share ‡
1986	£ 642,700,000	£ 2.46
1985	575,100,000	2.22

† After allowing for preferred stock at par value.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account *
(000's)

Year ended Dec. 31	1986	1985
Net sales	£ 1,750,000	£ 1,695,900
Cost of sales	1,194,600	1,184,800
Distribution costs	245,700	231,400
Admin. expenses	129,200	127,700
Other oper. inc.	(7,300)	(8,300)
Share of profits of rel. cos.	(7,100)	(7,400)
Interest expense	26,600	38,700
Interest income	(13,400)	(20,800)
Income before taxes	£ 181,700	£ 149,600
Income taxes	48,800	46,900
Minority interests	9,400	8,900
Net Income	£ 123,500	£ 93,800
Extraord. items	(14,900)	700
Net Income & extraord. items	£ 108,600	£ 94,500

* Included in Costs and Expenses, Depreciation and Amortization: £ 42,400,000 in 1986 and £ 39,600,000 in 1985.

Assets
(000's)

As of Dec. 31	1986	1985
Cash	£ 166,000	£ 72,200
Investments	11,500	37,800
Accts. receiv., net	297,800	308,600
*Stocks	417,200	413,600
Current Assets	£ 892,500	£ 830,200
Investments	40,100	31,900
*Fixed assets	439,300	409,600
Total Assets	£ 1,371,900	£ 1,271,700

Liabilities
(000's)

	1986	1985
Long-term debt, curr.	£ 72,000	£ 96,300
Accts. payable	141,700	144,900
Debtors	13,900	5,900
Accts. owed to rel. cos.	8,700	1,600
Advance payment	21,600	12,500
Bills of exch.	20,400	20,100
Other payables	20,600	22,000
Other accruals	41,300	53,200
Income taxes	44,300	36,400
Other taxes	44,900	39,900
Proposed dividend	38,300	20,900
Fin. lease oblig.	3,800	4,000
Pensions	1,700	1,500
Current Liabilities	£ 473,200	£ 448,300
Bills of exch.	—	100
Debtors	108,400	106,100
Other payables	1,200	1,700
Minority interest	77,900	75,600
Deferred income	1,800	3,700
Deferred taxes	700	3,300
Fin. lease oblig.	16,300	17,200
Other liabilities	46,400	39,100
*Preferred stock	3,100	1,600
+Common stock	52,400	52,000
Add. paid-in capital	8,400	8,000
Other reserves	64,400	61,100
Profit & loss acct.	517,500	454,000
Total Liabilities & Shareholders' Equity	£ 1,371,900	£ 1,271,700

* At lower of cost and net realizable value.

‡ Less accumulated depreciation.

+ £ 1 per value; 4.9% cumulative.

+ + 20p per value.

Statistical Summary

	1986	1985
%Income bef. Taxes to Sales	10.38	8.82
%Net Income to Sales	7.06	5.53
%Net Income to Equity	19.12	16.26
Sales to Inventories	4.19	4.10
Debt to Equity	0.30	0.34
Working Capital	£ 419,300,000	£ 382,000,000
Current Ratio	1.89	1.85
Shareholders' Equity	£ 645,800,000	£ 576,700,000

Concord Fabrics Inc.

1359 Broadway
New York, New York 10018
(212) 760-0300

Officers: Alvin Weinstein, chairman of the board; Frank Weinstein, vice chairman; Earl Kramer, president; Paul Cohen, v.p.; Paul Muller, v.p.; Mark Neugeboren, v.p.; Martin Wolfson, v.p. & treasurer; Joan Weinstein, secretary; Jack Tannenbaum, asst. treasurer; Donald Birgeles, asst. secretary.

Directors: Alvin Weinstein, chairman; Frank Weinstein, George Giezman, Martin Wolfson, Kenneth Starr, Earl Kramer, Fred Heiler, Henry Gerke.

Business Activities: Develops, designs and styles woven and knitted fabrics of natural and synthetic fibers in a wide variety of colors and patterns for sale to manufacturers and to retailers for resale to the home sewing market.

Plant Location(s): Milledale & Washington, Georgia; Chico, California.

Transfer Agent(s):

American Stock Transfer Company
99 Wall Street
New York, New York 10005

Stock Exchange(s): American

Ticker Symbol: C15

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 138,047,382	\$ 2,163,909
1986	112,629,609	462,727
1985	103,263,003	76,222
1984*	114,822,941	3,148,762
1983	84,322,014	1,381,969
	No. of Com. Shares ‡	Earn. per Share ‡
1987	1,782,531	\$ 1.21
1986	1,782,531	0.26
1985	1,782,531	0.04
1984*	1,782,531	1.77
1983	1,782,531	0.78

* 53 weeks.

+ Of continuing operations only.

‡ Based on the average number of shares outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 26,299,972	\$ 14.75
1986	24,126,063	13.53
1985	23,663,336	13.27
1984	23,587,114	13.23
1983	20,438,352	11.47

Income Account *

Year ended	8/30/87	8/31/86
Net sales	\$ 138,047,382	\$ 112,629,609
Cost of sales	111,549,554	99,306,636
Expenses	20,563,977	17,950,110
Prov. for doubtful accts.	387,000	143,000
Interest expense	3,136,734	778,578
Income before taxes	\$ 3,409,909	\$ 4,451,285
Income taxes	1,678,000	2,341,000
Inc. cost. oper.	\$ 1,731,909	\$ 2,210,285
Occ. (loss) - discont. oper.	432,000	(1,747,558)
Net Income	\$ 2,163,909	\$ 462,727

* Included in Costs and Expenses, Depreciation: \$1,041,143 in 1987 and \$791,734 in 1986.

Assets

As of	8/30/87	8/31/86
Cash	\$ 817,594	\$ 797,373
Accts. receiv., net	25,945,194	19,664,415
*Inventories	32,262,848	20,891,469
Prepaid expenses	1,706,218	935,434
Due from officers	10,000	10,000
Def. income taxes	530,000	1,387,000
Current Assets	\$ 61,271,854	\$ 43,665,691
*Fixed assets	12,256,475	5,516,515
Due from officer	103,062	142,905
Other assets	333,323	195,412
Total Assets	\$ 73,964,714	\$ 49,540,523

Concord Fabrics Inc.

Liabilities		
Notes payable	\$ 19,300,000	\$ 10,375,000
Accts. payable	8,917,355	8,874,715
Accruals	3,470,304	2,621,307
Income taxes	126,883	359,438
Current Liabilities	\$ 31,734,742	\$ 22,230,460
Long-term debt	15,000,000	2,325,000
Deferred inc. taxes	940,000	899,000
+Common stock	1,782,531	1,782,531
Add. paid-in capital	8,988,929	8,988,929
Retained earnings	15,518,512	13,354,603
Total Liabilities & Shareholders' Equity	\$ 73,964,714	\$ 49,540,523

* At lower of cost (FIFO) or market.
 ‡ Less accumulated depreciation and amortization.
 † \$1 per value.

Statistical Summary		
%Net Income to Equity	8.23	1.92
Sales to Inventories	4.28	3.39
Debt to Equity	1.30	0.53
Working Capital	\$ 29,537,112	\$ 21,455,231
Current Ratio	1.93	1.97
Shareholders' Equity	\$ 26,289,972	\$ 24,126,063

Consoltex Canada Inc.

(formerly Consolidated Textile Mills Limited)

125 Chabanel Street West
 Montreal, Quebec H2P 2V9 Canada
 (514) 382-1811

Officers: Tass Grivakes, chairman of the board, John F. Trickett, president; Marcel Thibault, v.p. & gen. mgr., Overseas Division; L. Michielli, v.p. & gen. mgr., Fashion Division; P.G.M. Cox, v.p.-finance; Barry E. Yeger, treasurer & controller; Alistair W. Wittit, secretary.

Directors: Jack Greenstein, Tass G. Grivakes, John F. Trickett, P.G.M. Cox, L. Michielli, M. Thibault, D. Alliance.

Business Activities: Specializes in weaving, double knitting, dyeing, finishing and printing of nylon, polyester and mixed fabrics for the cutting, jobbing and industrial trades. The Company's home furnishing subsidiary manufactures curtains, drapes and bedspreads.

Plant Location(s): Drummondville, Montmagny, Cowansville, Montreal, Sherbrooke & Coaticook, Quebec, Alexandria, Ontario

Trademarks and/or Brand Names: Maison Condelle, Consoltex, Schuss, Artic Armor, Ski-Slope, Futura, Bruck

Subsidiaries:

Consoltex Inc.
 125 Chabanel Street West
 Montreal, Quebec, Canada

Comptoir Manufacturier de Textile Ltee
 125 Chabanel Street West
 Montreal, Quebec, Canada

Condelle House Ltd.
 125 Chabanel Street West
 Montreal, Quebec, Canada

Transfer Agent(s):

The Canada Trust Company
 600 Dorchester Boulevard West
 Montreal, Quebec H3B 1N6 Canada

20 Eglinton Avenue West
 Toronto, Ontario M4R 2E2 Canada

Stock Exchange(s): Montreal, Toronto

Ticker Symbol: CTXM (Montreal), CTXT (Toronto)

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 149,871,000	\$ 10,152,000
1986	138,076,000	7,660,000
1985	128,318,000	4,635,000
1984	129,902,000	4,260,000
1983	123,001,000	4,587,000
	No. of Com. Shares	Earn. per Share ‡
1987	2,899,309	\$ 3.50
1986	2,899,309	2.64
1985	2,899,309	1.60
1984	2,899,309	1.47
1983	2,899,309	1.58

† Including extraordinary gains of \$2,884,000 (\$0.99 per share) in 1987, \$2,411,000 (\$0.83 per share) in 1986, \$186,000 (\$0.07 per share) in 1985, \$629,000 (\$0.22 per share) in 1984 and \$1,016,000 (\$0.35 per share) in 1983.
 ‡ Based on the weighted average number of shares outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 64,839,000	\$ 22.36
1986	54,687,000	18.86
1985	47,027,000	16.22
1984	42,392,000	14.62
1983	38,132,000	13.15

Income Account (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 149,871	\$ 138,076
Cost of sales & expenses	132,473	123,953
Depreciation	3,056	3,108
Interest expense	2,014	2,733
Inc. bef. taxes	\$ 12,328	\$ 8,282
Income taxes	5,060	3,033
Net Income	\$ 7,268	\$ 5,249
Extraord. gain	2,884	2,411
Net Income & extraord. gain	\$ 10,152	\$ 7,660

Assets (000's)

As of Dec. 31	1987	1986
Accts. receiv. net	\$ 28,729	\$ 23,874
Inventories	53,234	46,741
Current Assets	\$ 81,963	\$ 70,615
+Fixed assets	17,998	17,697
Intangibles	1,706	1,706
Total Assets	\$ 101,667	\$ 90,018

Liabilities (000's)

	1987	1986
Bank loans & accept.	\$ 11,126	\$ 10,014
Long-term debt, curr.	3,500	2,000
Accts. payable & accruals	17,187	14,011
Obliq. under cap. leases, curr.	232	1,487
Curr. Liabilities	\$ 32,045	\$ 27,512

Long-term debt	3,500	7,000
Obliq. under cap. leases	708	819
Deferred inc. taxes	275	—
+Common stock	16,449	16,449
Retained earnings	48,390	38,238

Total Liabilities & Shareholders' Equity	\$ 101,667	\$ 90,018
--	------------	-----------

* At lower of cost, replacement cost and net realizable value.
 ‡ Less accumulated depreciation.
 † No par value.

Statistical Summary

%Income bef. Taxes to Sales	8.23	6.00
%Net Income to Sales	4.85	3.80
%Net Income to Equity	11.21	9.60
Sales to Inventories	2.82	2.95
Debt to Equity	0.29	0.39
Working Capital	\$ 49,918,000	\$ 43,103,000
Current Ratio	2.56	2.57
Shareholders' Equity	\$ 64,839,000	\$ 54,687,000

Cosalt plc

Fish Dock Road, Grimsby
 South Humberside DN31 3NW, England
 (0472) 358881

Directors: E.A. Brian, chairman & chief executive; P.W. Wood, secretary; G.H. Cammille, R.C.F. Lloyd, J.A.B. Kelly.

Business Activities: Textile activities include the distribution of protective, safety and work wear; the manufacture and sale of lifejackets, and the processing of synthetic yarns and fibers.

Textile Subsidiaries:

W&J Knox Fibres Limited
 Kilbirnie, U.K.
 Engaged in the processing of synthetic yarns and fibers.

T. Young & Son (Sailmakers) Limited
 North Shields, U.K.
 Manufacture and sale of lifejackets, tarpaulins, nets and wire products.

Registrar:

National Westminster Bank PLC
 Registrar's Department
 P.O. Box 82
 37 Broad Street
 Bristol, England

Stock Exchange(s): London

Sales & Earnings

	Net Sales	Net Income †
1987	£ 57,779,663	£ 1,469,276
1986	49,398,138	850,405
1985	41,392,434	909,100
1984	38,783,125	292,433
1983	43,143,823	183,410

No. of Com. Shares ‡

	No. of Com. Shares ‡	Earn. per Share ‡
1987	10,923,388	13.43p
1986	10,208,305	8.21
1985	N.A.	8.62
1984	N.A.	1.98
1983	N.A.	0.82

N.A. - Not Available
 £ - pound sterling
 † Before extraordinary items.
 ‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	4.50p	—	—
1986	3.50	—	—
1985	2.75	—	—
1984	0.75	—	—
1983	0.25	—	—

Common Stock Equity

	Total Equity †	Equity Per Share ‡
1987	£ 10,682,039	97.79p
1986	9,604,724	94.09

† After allowing for preferred stock at stated value.
‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account

Year ended	8/30/87	8/31/86
Net sales	£ 57,779,663	£ 49,398,138
Cost of sales	35,323,094	31,131,640
Other external charges	5,863,815	5,374,334
Expenses	12,165,702	11,167,128
Over. expenses (income)	623,210	(1,145,432)
Depreciation	833,977	592,959
Gov't grants	(73,215)	(34,323)
Auditors' charges	63,927	54,873
Lease expense	91,463	190,206
Other oper. charges	12,087	28,500
Interest expenses	1,015,672	903,970
Profit sharing	92,997	36,714
Income before taxes	£ 1,766,934	£ 1,077,569
Income taxes	297,858	227,164
Minority interest	—	9,449
Net income	£ 1,469,276	£ 840,956
Extraord. item	(222,412)	227,284
Net income & extraord. item	£ 1,246,864	£ 1,068,240

Assets

As of	8/30/87	8/31/86
Cash	£ 1,455,817	£ 368,221
Accts. receiv., net	10,389,856	8,381,771
* Inventories	9,058,354	8,947,747
Current Assets	£ 20,904,027	£ 17,697,739
Investments	137,000	137,000
* Fixed assets	9,517,173	8,687,589
Total Assets	£ 30,558,200	£ 26,522,328

Liabilities

Long-term debt, curr.	£ 3,434,549	£ 1,727,059
Accts. payable	8,440,002	7,948,017
Payments on acct.	59,200	—
Amts. owed to assoc. cos.	408,074	412,161
Other creditors	307,632	736,227
Accruals & def. inc.	1,179,643	839,185
Income taxes	1,133,837	790,187
Social Security	214,579	160,797
Dividends payable	502,137	364,129
Oblig. under fin. leases	609,476	355,104
Curr. Liabilities	£ 16,289,729	£ 13,332,866

Long-term debt	1,952,221	2,500,413
Oblig. under fin. leases	1,495,003	960,535
Other liabilities	88,958	73,540
* Preferred stock	30,250	30,250
+ Common stock	2,790,544	2,597,781
Share premium acct.	668,162	211,099
Revaluation reserve	1,245,740	1,245,740
Other reserves	1,110,669	1,110,669
Profit and loss acct.	4,866,920	4,439,435

Total Liabilities & Shareholders' Equity	£ 30,558,200	£ 26,522,328
--	--------------	--------------

* At lower of cost or net realizable value.
* Less accumulated depreciation.
+ £ 1 per value; 5.25% cumulative
++ 25p per value.

Statistical Summary

% Income bef. Taxes to Sales	3.06	2.17
% Net Income to Sales	2.54	1.70
% Net Income to Equity	13.69	8.71
Sales to Inventories	6.38	5.52
Debt to Equity	0.70	0.57
Current Ratio	£ 4,614,298	£ 4,364,873
Working Capital	1.23	1.33
Shareholders' Equity	£ 10,732,289	£ 9,654,974

CoxMoore plc

(formerly Harold Ingram P.L.C.)

22 Park Street
London W1Y 3SD England
01 491 1719

Directors: Michael Paul Renton, chairman & managing director; Kailash Kanubhai Dal, finance director; Martin Green, Richard John Moore, George Edward Szymborski, Jacqueline Maud Unthahn.

Secretary: Keith Fairbrother

Business Activities: The Company's principal activity is the design, manufacture and marketing of knitted garments, but also engages in the production of a variety of apparel and household textiles, and in dyeing activities.

Trademarks and/or Brand Names: CoxMoore, Saville Row, Nelbarden, Swordfish.

Subsidiaries

Harold Ingram

Abbeygate Mills Limited
Knitwear manufacture and dyeing activities.
G. Ward (Knitwear) Limited
Ingram Dye Works Limited
Rendson Group Limited

Hall & Earl Fabrics Limited

A.E. Charlesworth & Co. Limited
Producers of brushed fabrics for leisurewear, babywear and housecoats.

Wm. Yates (Textiles) Limited
(trade under the name Joshua Hoyle Bed Linen)
Manufactures household textiles, ranging from bedsheets and table linen to continuous roller-towelings.

Hoyle-Butterworth Limited
Manufactures flannellette sheeting and a variety of fabrics for industrial purposes.

Bell Woven Label Company Limited
A printer and weaver of garment labels.

SIDER (27.5% interest)
A French lace-maker and distributor.

Junitea Garments Limited
Supplier of babywear and children's wear, including anoraks, tracksuits, sportswear and dressing gowns.

Richard Stump Limited
Nottingham, Bridgend, Newcastle, U.K.
Designs, manufactures and markets a wide range of ladies garments.

C. Victor Limited
Manufactures swimwear for men and women under the Swordfish label for men and the Nelbarden label for women.

Hodgkinson & Gillibrand Limited
Manufactures ladies underwear.

Pirih & Wilson (Scarborough) Limited

Winconia Inc. (U.S.)
Manufactures of thermal underwear.

Cox Moore Holdings Limited
Manufactures men's knitwear and markets it under the names CoxMoore and Saville Row.

Registrars

The Royal Bank of Scotland plc
Registrar's Dept.
P.O. Box 27, 34 Fettes Row
Edinburgh EH3 6UT Scotland

Stock Exchange(s): London

Sales & Earnings

	Net Sales	Net Income †
1987	£ 57,779,663	£ 229,971
1986	£ 49,398,138	£ 187,306

	No. of Com. Shares	Earn. per Share ‡
1987	3,437,304	6.7p
1986	3,300,000	5.7

£ - pound sterling.
† Before extraordinary items.
‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	3.00p	—	—
1986	3.00	—	—

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	£ 2,811,542	81.79p
1986	2,093,636	63.44

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account

Year ended Apr. 30	1987	1986
Net sales	£ 57,779,663	£ 49,398,138
Cost of sales & expenses	1,452,895	2,122,761
Salary expenses	1,414,946	1,840,796
Depreciation	210,267	202,773
Auditors' charges	15,000	15,000
Other oper. charges	517,551	714,910
Insurance claim	(312,711)	—
Interest expense	1,318	40,053
Income before taxes	£ 345,871	£ 323,774
Income taxes	115,900	126,468
Net Income	£ 229,971	£ 187,306
Extraord. loss	—	(284,034)
Net income & extraord. loss	£ 229,971	£ (96,728)

Assets		
As of Apr. 30	1987	1986
Cash	£ 371,584	£ 421,947
Accts. receiv., net	1,137,838	531,444
*Inventories	820,868	949,077
Current Assets	£ 2,330,290	£ 1,902,468
*Fixed assets	1,954,307	1,518,849
Total Assets	£ 4,284,597	£ 3,421,317

Liabilities		
Long-term debt, curr.	£ 42,857	£ 42,857
Accts. payable	360,318	303,583
Other payables	106,052	130,039
Accruals & def. income	167,083	168,162
Income taxes	201,435	161,364
Dividend payable	61,023	57,750
Current Liabilities	£ 918,768	£ 863,753
Long-term debt	192,857	235,714
Other liab. & charges	341,430	228,212
+Common stock	348,700	330,000
Add. paid-in capital	298,072	62,936
Revaluation reserve	407,477	61,768
Profit and loss acct.	1,757,293	1,631,932
Total Liabilities & Shareholders' Equity	£ 4,284,597	£ 3,421,317

* At lower of cost and net realizable value.
 * Less accumulated depreciation.
 + 10p par value.

Statistical Summary		
%Income bef. Taxes to Sales	9.39	6.16
%Net Income to Sales	6.24	3.56
%Net Income to Equity	8.18	8.95
Sales to Inventories	4.49	5.54
Debt to Equity	0.08	0.13
Working Capital	£ 1,391,522	£ 1,038,713
Current Ratio	2.48	2.20
Shareholders' Equity	£ 2,811,542	£ 2,093,636

Crocodile Garments Limited

79 Hoi Yuen Road
 Kwan Tong, Hong Kong
 3-425111

Directors: Shun Chan, chairman & managing director; Tom S. H. Chan, deputy managing director; Yan Chow Ng, executive director; Helen Li, executive director; Charles Y. K. Lee, Caleb Y. M. Chan; John C. N. Chui, secretary

Business Activities: Manufactures, imports, exports, and retails a wide range of garments.

Trademarks and/or Brand Names: Cale Thomas, Bubblegummers.

Subsidiaries:

Crocodile Investment Limited
 Crocodile Development Limited
 Crocodile Finance Limited
 Crocodile Marketing System Limited
 The Palm Restaurant Limited
 Control Company Limited
 Dackart Trading Company Limited
 Crocodile Garments (U.S.) Limited

Registrar

Pent, Marwick, Mitchell & Co.

Stock Exchange(s): Hong Kong

Sales & Earnings x

	Net Sales	Net Income
1987	\$ 500,238,961	\$ 58,262,726
1986	442,406,360	46,255,579
	No. of Com. Shares	Earn. per Share ‡
1987	110,000,000	\$ 0.53
1986	110,000,000	0.42

x In Hong Kong dollars.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.40	—	—
1986	0.40	—	—

Common Stock Liquidity

	Total Equity	Equity Per Share
1987	\$ 196,573,781	\$ 1.79
1986	182,311,055	1.66

Income Account *

Year ended Mar. 31	1987	1986
Net sales	\$ 500,238,961	\$ 442,406,360
Cost of sales & expenses	430,239,733	386,251,776
Income before taxes	\$ 69,999,228	\$ 56,154,584
Income taxes	11,736,502	9,999,005
Net Income	\$ 58,262,726	\$ 46,255,579

* Included in Costs and Expenses, Depreciation and Amortization: \$4,456,037 in 1987 and \$4,364,481 in 1986.

Assets

As of March 31	1987	1986
Cash	\$ 2,095,735	\$ 19,170,618
Debtors, deposits & prepayments	17,522,744	22,218,792
*Stocks	85,553,230	81,677,533
Current Assets	\$ 105,171,709	\$ 123,066,943
Interest in subid.	122,849,775	59,614,643
*Fixed assets	19,928,358	19,328,949
Trademarks	1	1
Total Assets	\$ 247,969,843	\$ 202,010,536

Liabilities

Bank loans & overdrafts	\$ 7,049,928	\$ 2,937,011
Accts. payable	3,812,012	6,949,277
Accruals	21,428,109	13,731,809
Taxation	4,369,568	29,200
Proposed final dividend	27,500,000	25,300,000
Current Liabilities	\$ 64,159,617	\$ 48,967,297
Long-term debt	24,000,000	—
+Common stock	110,000,000	110,000,000
Reserves	40,000,000	40,000,000
Retained earnings	9,810,226	3,043,239
Total Liabilities & Shareholders' Equity	\$ 247,969,843	\$ 202,010,536

* At lower of cost (FIFO) or net realizable value.
 * Less accumulated depreciation and amortization.
 + \$1 par value.

Statistical Summary

%Income bef. Taxes to Sales	13.99	12.69
%Net Income to Sales	11.65	10.46
%Net Income to Equity	36.46	30.22
Sales to Inventories	5.85	5.42
Debt to Equity	0.19	0.02
Working Capital	\$ 41,012,092	\$ 74,099,646
Current Ratio	1.64	2.51
Shareholders' Equity	\$ 159,810,276	\$ 153,043,239

Crown Crafts, Inc.

Edmond Street
 Calhoun, Georgia 30701
 (404) 629-7941

Mailing Address: P.O. Box 12371 Calhoun, Georgia 30701-7005

Officers: Michael H. Bernstein, president & chief exec. officer; Philip Bernstein, chairman of the board; Paul A. Criscilla, Jr., v.p.-chief financial officer & treasurer; Rudolph J. Schmatz, v.p.-sales & marketing & secretary.

Directors: Philip Bernstein*, chairman; Michael H. Bernstein*, Rudolph J. Schmatz, Richard N. Toub, Robert Zimmer*, Alfred M. Swiren, Paul A. Criscilla, Jr.

* Member of the Executive Committee

Business Activities: Engaged in the production of comforters and accessories, comforter sets; jac. yard woven bedspreads, throws and blankets; also imports woven acrylic throws and lace curtains. Operates two factory outlet stores in Calhoun, Georgia, and Chattanooga, Tennessee.

Trademarks and/or Brand Names: Crown, Crown Crafts.

Plant Location(s): Roxboro, North Carolina; Calhoun, Chatsworth & Dalton, Georgia.

Subsidiaries:

Crown Crafts Home Furnishings, Inc.
 339 Fifth Avenue
 New York, New York 10016
 (212) 725-1520

Crown Crafts Home Furnishings of Illinois, Inc.
 Merchandise Mart, Room 1344
 Chicago, Illinois 60654
 (312) 822-0430

Crown Crafts Home Furnishings of California, Inc.
 870 Market Street
 Suite 556
 San Francisco, California 94102
 (415) 362-3191

Transfer Agent(s):

Trust Company of Georgia
 Atlanta, Georgia

Stock Exchange(s): American

Ticker Symbol: CRW

Sales & Earnings

	Net Sales	Net Income
1988*	\$ 72,146,000	\$ 5,393,000
1987	53,709,000	2,790,000
1986	41,753,000	641,000
1985	33,606,000	(148,000)
1984	25,891,000	808,000

	No. of Com. Shares +	Earn. per Share +
1988*	3,103,658	1.74
1987	3,025,832	0.92
1986	2,877,164	0.22
1985	2,942,744	—
1984	2,923,516	0.28

* 53 weeks.

+ Based on the weighted average number of shares outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1988	—	—	4-for-1

Common Stock Equity

	Total Equity	Equity Per Share ‡
1988	\$ 16,534,000	\$ 5.33
1987	10,797,000	3.57
1986	7,782,000	2.70
1985	7,363,000	2.50
1984	7,482,000	2.63

‡ Based on the average number of shares outstanding adjusted to reflect stock split.

Income Account *

Year ended	4/3/88	3/29/87
Net sales	\$ 72,166,000	\$ 53,789,000
Cost of sales	54,653,000	40,769,000
Expenses	9,152,000	7,180,000
Interest expenses	793,000	598,000
Gain from insurance proceeds	(1,429)	—
Other expense (income)	(134,000)	2,000
Income before taxes	\$ 9,151,000	\$ 5,240,000
Income taxes	3,758,000	2,450,000
Net income	\$ 5,393,000	\$ 2,790,000

Assets

As of	4/3/88	3/29/87
Cash	\$ 163,000	\$ 281,000
Accts. & note receivable, net	9,276,000	6,075,000
*Inventories	17,610,000	12,967,000
Other current assets	309,000	252,000
Current Assets	\$ 27,358,000	\$ 19,575,000
#Fixed assets	10,830,000	5,506,000
Total Assets	\$ 38,188,000	\$ 25,081,000

Liabilities

Notes payable	\$ 5,600,000	—
Long-term debt, curr.	305,000	307,000
Accts. payable	5,693,000	3,677,000
Income taxes pay	113,000	2,276,000
Accruals	2,283,000	1,342,000
Total curr. liabilities	\$ 13,994,000	\$ 7,602,000
Long-term debt	5,673,000	5,477,000
Deferred inc. taxes	989,000	453,000
Other liab.	998,000	732,000
+Common stock	2,983,000	742,000
Add. paid-in capital	893,000	637,000
Retained earnings	12,735,000	9,645,000
Treasury stock	(74,000)	(92,000)
Loans receivable	(3,000)	(155,000)
Total Liabilities & Shareholders' Equity	\$ 38,188,000	\$ 25,081,000

* At lower of cost (FIFO) or market.

Less accumulated depreciation and amortization.

+ \$1 par value.

Statistical Summary

%Income bef. Tax	12.68	9.74
to Sales	7.47	5.19
%Net Income to Sales	32.62	25.84
%Net Income to Equity	4.10	4.15
Sales to Inventories	0.70	0.54
Debt to Equity	\$ 13,364,000	\$ 11,973,000
Working Capital	1.95	2.57
Current Ratio	\$ 16,534,000	\$ 10,797,000
Shareholders' Equity		

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.40	—	—
1986	0.325	—	—
1985	0.25	—	—
1984	0.435	—	—
1983	0.12	—	—

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 15,796,420	\$ 13.74
1986	15,260,554	13.27
1985	13,334,430	11.43
1984	13,291,763	11.15
1983	12,080,537	10.07

‡ Based on the average number of shares outstanding.

Income Account *

Year ended Aug. 31	1987	1986
Net sales & processing income	\$ 90,399,203	\$ 87,143,995
Cost of sales	81,921,913	78,472,148
Expenses	6,146,006	5,688,704
Interest expense	901,720	918,581
Interest income	(37,601)	(155,413)
Other income	(407,832)	(519,320)
Inc. bef. taxes	\$ 1,875,009	\$ 2,739,295
Inc. taxes	1,125,000	1,113,461
Net income	\$ 750,009	\$ 1,625,834

* Included in Costs and Expenses, Depreciation: \$2,346,258 in 1987 and \$2,022,113 in 1986.

Assets

As of Aug. 31	1987	1986
Cash	\$ 1,811,350	\$ 1,139,730
Short-term investments	1,013,211	379,144
Accts. receiv., net	15,146,765	11,544,517
*Inventories	5,348,537	4,152,666
Prepaid expenses	675,114	612,483
Current Assets	\$ 23,994,977	\$ 17,828,540
#Fixed assets	16,482,055	15,875,038
Other assets	264,934	317,878
Total Assets	\$ 40,741,966	\$ 34,021,456

Liabilities

Notes payable	\$ 3,201,611	\$ 2,284,914
Long-term debt, curr.	1,137,963	971,159
Accts. payable	10,312,002	7,036,745
Accrued compensation	577,496	622,411
Accrued profit sharing	110,000	130,000
Accruals	944,864	621,123
Deferred income taxes	124,650	11,973
Current Liabilities	\$ 16,428,586	\$ 11,678,325
Long-term debt	5,933,253	4,758,604
Deferred income taxes	1,799,630	1,395,827
Cap. lease obligations	804,077	928,146
+Common stock	2,600,000	2,600,000
Add. paid-in capital	1,152,353	1,152,353
Retained earnings	12,072,444	11,782,475
Treasury stock	(910,434)	(910,434)
Eq. adjust. from foreign curr. trans.	882,017	636,160
Total Liabilities & Shareholders' Equity	\$ 40,741,966	\$ 34,021,456

* At lower of cost (LIFO) or market.

Less accumulated depreciation.

+ No par value; \$2 stated value.

CrownAmerica, Inc.

701 Chattanooga Avenue
Dalton, Georgia 30720
(404) 278-1422

Officers: David D. Hamilton, president; E. Dean Smith, v.p.; G. Lane Hamilton, secretary & treasurer; Jean I. Nations, asst. secretary.

Directors: David D. Hamilton, G. Lane Hamilton, William C. Bowen, III, Whitney Durand, H. Eugene Kinney, James H. Patton, IV.

Business Activities: Engaged in the production and processing of yarn for the carpet industry.

Plant Location(s): Dalton & Valdosta, Georgia; Newport, South Wales; Heerlen, The Netherlands.

Subsidiaries:

Texture-Tex, Inc.
Dalton & Valdosta, Georgia
Engaged in the processing of heat-set filament and spun yarn for the carpet industry.Dalton Warehouse Services, Inc.
Dalton, Georgia
Warehouse and leasing subsidiary.Texture-Tex (Europe) B.V.
Heerlen, The Netherlands
Processing of synthetic yarn.Texture-Tex (Europe) Ltd.
Newport, Wales, United Kingdom
Engaged in the processing of heat-set filament and spun yarn for the carpet industry.

Transfer Agent(s):

First National Bank of Boston
Boston, Massachusetts

Stock Exchange(s): Over-the-Counter

Ticker Symbol: CRNA (NASDAQ)

Sales & Earnings

	Net Sales ‡	Net Income
1987	\$ 90,399,203	\$ 750,009
1986	87,143,995	1,625,834
1985	60,730,633	398,375
1984	58,153,031	2,067,790
1983	49,309,436	532,839
	No. of Com. Shares #	Earn. per Share #
1987	1,190,000	\$ 0.63
1986	1,190,000	1.41
1985	1,167,096	0.34
1984	1,191,949	1.73
1983	1,200,226	0.44

‡ Includes processing income.

Based on the average number of shares outstanding.

Statistical Summary

%Income before Taxes to Sales	2.07	3.14
%Net Income to Sales	0.83	1.87
%Net Income to Equity	4.75	10.65
Debt to Equity	0.38	0.53
Working Capital	\$ 7,566,391	\$ 6,150,215
Current Ratio	1.46	1.53
Shareholders' Equity	\$ 15,796,420	\$ 15,260,554

Crystal Brands, Inc.

Crystal Brands Road
Southport, Connecticut 06490
(203) 254-6200

Officers: Richard F. Kral, chairman of the board & chief exec. officer; Gerald M. Chaney, v.p., controller & treasurer; Edward B. Dailey, v.p. & chief financial officer; Marvin Lord, president-Youthwear; Michael B. McLearn, v.p., general counsel & secretary; Charles J. Smith, president-Special Markets Group; Robert J. Wisner, president-Women's Apparel Group; Jay Shaw, president-Men's Apparel Group; Brian J. Tart, president-Accessories Group; James D. Wilson, v.p.-human resources; John Schofield, v.p.-worldwide sourcing; Theodore R. Voss, asst. gen. counsel & asst. secretary.

Directors: Richard F. Kral, chairman; John H. Mullin, III, Francis C. Rooney, Jr., Gordon E. Allen, Allan J. Blostein.

Business Activities: Manufactures and markets men's, women's, and children's apparel under the Izod, Lacoste, Ship'n Shore, and Haymaker brands, and costume jewelry and accessories under the brand names Monet, Yves St. Laurent and Evolve. Also operates over 40 retail store and factory outlets that sell excess and out-of-season apparel and six apparel departments within department stores throughout the country.

Trademarks and/or Brand Names: Izod, Lacoste, Haymaker, Ship'n Shore, Lacoste Club, Izod Club, Bebe Lacoste, Izod Lacoste, Silken Wonder, Cotton Wonder, Ship'n Shore for Me, Inner Visions, Tri-Way.

Plant Locations: Baxley, Georgia; Corozal, Dorado, Puerto Rico; High Point, North Carolina; Pawtucket, Warwick, Rhode Island; Reading, Pennsylvania; San Pedro, Dominican Republic; Travelers Rest, South Carolina.

Divisions and Subsidiaries

Izod, Ltd. (men's, women's and children's sportswear)
Haymaker Sports, Inc. (women's sportswear)
Fashion Flair, Inc. (retail operations)
Golf & Tennis Division (active sportswear for men, women and children)

Ship'n Shore, Inc.
Bridgewater-at-Aston
Aston, Pennsylvania 18014
(215) 494-2000
Apparel for women.

Monet
P.O. Box 376
Murray Hill Station
New York, New York 10016
(212) 725-4700
Fashion jewelry.

Transfer Agent(s):

The Bank of New York
Stock Transfer Administration
90 Washington Street
New York, New York 10015

Stock Exchange(s): New York

Ticker Symbol: CBR NOTE: Crystal Brands, Inc. was formerly the Fashion Group of General Mills, Inc. Effective Nov. 1, 1985, the Company became an independent publicly owned corporation and ceased operating as a unit of General Mills.

Sales & Earnings

	Net Sales	Net Income †
12/27/87	\$ 359,814,000	\$ 15,993,000
12/28/86*	367,607,000	8,572,000
5/25/86	395,035,000	2,385,000
5/26/85	481,930,000	(43,372,000)
5/27/84	514,955,000	12,741,000

	No. of Com. Shares ‡	Earn. per Share ‡
12/27/87	8,966,489	\$ 1.78
12/28/86*	8,956,454	0.96
5/25/86	8,953,887	0.27

(Loss)

* Unaudited.

† Including extraordinary gain of \$2,626,000 (\$0.29 per share) in 1987.

‡ Based on the weighted average number of common shares outstanding during the year.

Common Stock Equity

	Total Equity	Equity Per Share ‡
12/27/87	\$ 205,937,000	\$ 22.97
12/28/86	188,657,000	21.06
5/25/86	187,845,000	20.98

‡ Based on the weighted average number of common shares outstanding during the year.

Income Account (000's)

Year ended	12/27/87	12/28/86 (unaudited)
Net sales	\$ 359,814,000	\$ 367,607,000
Cost of sales	230,020,000	246,040,000
Expenses	102,443,000	105,191,000
Interest expense	3,729,000	4,821,000
Inc. before taxes	\$ 23,622,000	\$ 11,535,000
Income taxes	10,255,000	2,963,000
Net income	\$ 13,367,000	\$ 8,572,000
Extraord. gain	2,626,000	—
Net income & extraord. gain	\$ 15,993,000	\$ 8,572,000

* Included in Costs and Expenses, Depreciation and Amortization: \$8,136,000 in 1987 and \$8,072,000 in 1986.

Assets (000's)

As of	12/27/87	12/28/86
Cash & short-term investments	\$ 72,205	\$ 44,931
Accts. receiv., net	43,771	44,122
Other curr. assets	2,666	10,376
*Inventories	91,117	97,753
Current Assets	\$ 209,759	\$ 197,184
Investments & other assets	43,688	42,058
*Fixed assets	52,015	56,985
Total Assets	\$ 305,462	\$ 296,227

Liabilities (000's)

Short-term debt & long-term debt, curr.	\$ 5,736	\$ 10,785
Accts. payable	12,317	14,161
Accruals	11,348	15,205
Accrued payroll	9,537	6,686
Other accruals	5,048	5,734
Curr. Liabilities	\$ 43,986	\$ 52,571

Long-term debt	50,228	50,303
Deferred inc. taxes & other liab.	5,311	4,696
+Common stock	185,975	185,950
Retained earnings	17,598	2,053
Cum. for. curr. trans.	2,364	654

Total Liabilities & Shareholders' Equity	\$ 305,462	\$ 296,227
--	------------	------------

* At lower of cost (FIFO) or market; certain domestic inventories at LIFO.
‡ Less accumulated depreciation.
+ No par value.

Statistical Summary

%Income bef. Taxes to Sales	6.57	3.14
%Net Income to Sales	3.71	2.33
%Net Income to Equity	6.49	4.54
Sales to Inventories	3.95	3.76
Debt to Equity	0.27	0.32
Working Capital	\$ 165,773,000	\$ 144,613,000
Current Ratio	4.77	3.75
Shareholders' Equity	\$ 205,937,000	\$ 188,657,000

Culp, Inc.

2020 Logan Street
P.O. Box 2686
High Point, North Carolina 27261
(919) 889-5161

Officers: Robert G. Culp, Jr., chairman of the board & chief exec. officer; Robert G. Culp, III, president & chief operating officer; Howard L. Dunn, Jr., v.p.-mfg. & product development; Franklin N. Saxon, v.p., chief financial officer & treasurer; Kenneth M. Ludwig, v.p.-human resources; J. Leonard Bagwell, Jr., v.p. & corp. controller; Sharyn M. Andrews, v.p. & secretary.

Directors: Robert G. Culp, Jr., chairman; Donald W. Coleman, Robert G. Culp, III, Howard L. Dunn, Jr., Larry S. Coltrain, Earl M. Honeycutt, Baxter P. Freeze, Sr., Bland W. Worley, Harry R. Culp, G. Allen Mebane, IV.

Business Activities: Manufactures and distributes upholstery fabrics (woven, prints, woven velvets and tufted velvets), mattress tickings and internal construction fabrics for use primarily in the home furnishings and related industries.

Plant Location(s): Stokesdale, Conover, Burlington and Graham, North Carolina; Anderson, South Carolina.

Divisions and Subsidiaries:

Culp Woven Velvets, Inc.
Anderson, South Carolina
Woven velvet manufacturing.

Culp Weaving, Inc.
Graham, North Carolina
Production of dobby and jacquard upholstery materials and damask mattress ticking.

Culp Industrial Fabrics
Conover, North Carolina
Tupelo, Mississippi
Los Angeles, California

Transfer Agent(s):

First Union National Bank
First Union Plaza
Charlotte, North Carolina 28288

Stock Exchange(s): Over-the-Counter

Ticker Symbol: CULP (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$ 180,146,000	\$ 5,205,000
1986	150,747,000	4,339,000
1985	131,374,000	3,622,000
1984	130,930,000	3,705,000
1983	93,901,000	3,779,000

	No. of Com. Shares	Earn. per Share
1987	4,425,848	\$ 1.18
1986	4,357,923	1.00
1985	4,335,848	0.84
1984	3,911,079	0.95
1983	3,104,472	1.22

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.08	—	—
1986	0.08	—	—
1985	0.08	—	—
1984	0.02	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 42,405,000	\$ 9.58
1986	37,452,000	8.59
1985	32,623,000	7.52
1984	29,340,000	7.50
1983	12,678,000	4.08

‡ Based on the weighted average number of common share and common share equivalents outstanding.

Income Account

Year ended	5/2/87	5/3/86
Net sales	\$ 180,146,000	\$ 150,747,000
Cost of sales	141,141,000	119,681,000
Expenses	27,217,000	22,053,000
Interest expense	1,929,000	1,452,000
Other expense	289,000	104,000
Income before taxes	\$ 9,570,000	\$ 7,457,000
Income taxes	4,365,000	3,054,000
Minority interest	—	64,000
Net Income	\$ 5,205,000	\$ 4,339,000

* Included in Costs and Expenses, Depreciation: \$4,762,000 in 1987 and \$3,454,000 in 1986.

Assets

As of	5/2/87	5/3/86
Cash	\$ 6,000	\$ 7,000
Accts. receiv., net	31,764,000	25,925,000
*Inventories	31,103,000	27,636,000
Other curr. assets	1,576,000	3,015,000
Current Assets	\$ 64,449,000	\$ 56,583,000
Investment in market, secur.	6,907,000	4,598,000
*Fixed assets	26,071,000	21,073,000
Other assets	904,000	1,094,000
Total Assets	\$ 98,331,000	\$ 83,348,000

Liabilities

Notes payable	\$ 750,000	\$ 4,550,000
Long-term debt, curr.	2,047,000	524,000
Accts. payable & accruals	18,055,000	16,195,000
Deferred income taxes	—	47,000
Curr. Liabilities	\$ 20,852,000	\$ 21,316,000

Long-term debt	32,703,000	22,850,000
Deferred comp.	814,000	663,000
Deferred inc. taxes	1,557,000	1,067,000
+Common stock	221,000	221,000
Add. paid-in capital	15,173,000	15,173,000
Unearned comp. stock option	(112,000)	(214,000)
Retained earnings	27,123,000	22,272,000

Total Liabilities & Shareholders' Equity	\$ 98,331,000	\$ 83,348,000
--	---------------	---------------

* At lower of cost (primarily LIFO) or market.
Less accumulated depreciation.
+ \$0.05 par value.

Statistical Summary

%Income bef. Taxes to Sales	5.31	4.95
%Net Income to Sales	2.89	2.88
%Net Income to Equity	12.27	11.59
Sales to Inventories	5.79	5.45
Debt to Equity	0.84	0.75
Working Capital	\$ 43,597,000	\$ 35,267,000
Current Ratio	3.09	2.65
Shareholders' Equity	\$ 42,405,000	\$ 37,452,000

CWC Industries Inc.

512 Seventh Avenue
New York, New York 10018
(212) 244-3000

Officers: Robert Weinstein, president & treasurer; Norman Burd, vice president; Joan Weinstein, secretary.

Directors: Robert Weinstein, Norman Burd, Joan Weinstein.

Business Activities: Designs, manufactures and sells ready-to-wear ladies' coats, all-weather coats, and suits in the medium-price range, including casual wear and un-trimmed coats. Markets its apparel lines under the names, 'Charles Weinstein Coat Co., Inc.', 'Central Park', and 'Central Park Zoo', mostly in misses and junior sizes.

Divisions and Subsidiaries

Central Park
Central Park Zoo
Charles Weinstein Coat Co., Inc.

All at:
499 Seventh Avenue
New York, New York 10018

Rextmoor Modes, Inc.
12 Horizon Boulevard
South Hackensack, New Jersey 07606
Operates a retail store which sells surplus inventory, irregulars and surplus piece goods.

Transfer Agent(s)

Continental Stock Transfer & Trust Company
19 Rector Street
New York, New York 10006

Stock Exchange(s): Over-the-Counter

Sales & Earnings

	Net Sales	Net Income
1987	\$ 14,089,000	\$ 124,000
1986	12,245,894	96,589
1985	10,477,690	98,099
1984	11,672,382	75,940
1983	13,986,705	145,762

	No. of Com. Shares	Earn. Per Share
1987	421,182	\$ 0.29
1986	421,182	0.23
1985	412,182	0.24
1984	412,182	0.18
1983	412,182	0.35

‡ Based on the average number of shares outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 1,892,000	\$ 4.59
1986	1,756,487	4.26
1985	1,853,298	4.61
1984	1,555,199	3.77
1983	1,479,259	3.59

Income Account

Year Ended Dec. 31	1987	1986
Net sales	\$ 14,089,000	\$ 12,245,894
Cost of sales	11,872,000	10,183,782
Expenses	1,944,000	1,842,530
Interest expense	47,000	45,848
Income before taxes	\$ 226,000	\$ 173,734
Income taxes	102,000	77,143
Net Income	\$ 124,000	\$ 96,589

Assets

As of Dec. 31	1987	1986
Cash	\$ 401,000	\$ 511,938
Accts. receiv., net	2,081,000	1,807,810
*Inventories	1,356,000	921,661
Prepaid expenses	56,000	47,895
Loans receivable	4,000	—
Current Assets	\$ 3,898,000	\$ 3,289,304
*Fixed assets	113,000	143,565
Other assets	114,000	63,362
Total Assets	\$ 4,125,000	\$ 3,496,231

Liabilities

Bank acceptances	\$ 1,423,000	\$ 744,555
Notes payable	217,000	387,092
Accts. payable	350,000	414,715
Loans payable	—	14,800
Accruals	171,000	158,104
Income taxes	72,000	20,478
Curr. Liabilities	\$ 2,233,000	\$ 1,739,744
+Common stock	4,000	4,497
Add. paid-in capital	630,000	616,288
Retained earnings	11,316,000	1,191,616
Treasury stock	(18,000)	(26,514)
Unamort. deferred comp.	(40,000)	(29,400)
Total Liabilities & Shareholders' Equity	\$ 4,125,000	\$ 3,496,231

* At lower of cost (FIFO) or market.
Less accumulated depreciation.
+ \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	1.60	1.42
%Net Income to Sales	0.88	0.79
%Net Income to Equity	6.35	5.50
Sales to Inventories	10.39	13.29
Debt to Equity	0.87	0.22
Working Capital	\$ 1,665,000	\$ 1,549,560
Current Ratio	1.75	1.89
Shareholders' Equity	\$ 1,892,000	\$ 1,756,487

Damon Creations, Inc.

Damon Creations, Inc.

16 East 34th Street
New York, New York 10016
(212) 683-2455

Officers: David Rapoport, chairman of the board; Michael Rapoport, president & chief executive officer; Frances Rapoport, secretary; Neville Grund, sr. v.p.-operations & administration; Richard Rapoport, v.p.; Lawrence Weinstein, v.p. & president-furnishings division; Rocco D'Antonio, v.p.-Bill Blass sales; Martin Lewis, v.p.-administrative merchandise manager; Bill Cahill, v.p. & pres.-Bill Blass Division; Fred Gerald, v.p.-manufacturing; Steve Massey, v.p.-neckwear; Steven Meisel, v.p. & president-sportswear division; Angelo Fusaro, v.p.-finance; Phyllis Gray, v.p.-dress shirts; Julian Knaetzer, sr. v.p.-special market sales; Robert Taylor, sr. v.p. & nat. sales mgr.; Michael Appleblatt, v.p.-regional sales; Lawrence Brodsky, v.p.-regional sales; Ralph Brummett, v.p.-regional sales; Bob Lemp, v.p.-regional sales.

Directors: David Rapoport, chairman; Simeon Brinberg, William Jantzen, Frances Rapoport, Michael Rapoport.

Business Activities: Designs, manufactures and sells men's furnishings (neckwear, dress shirts, etc.) and sportswear (shirts, leisure wear, sweaters and jackets).

Trademarks and/or Brand Names: 'Damon,' 'Court-chapel,' 'Bill Blass.'

Plant Location: Newberry, South Carolina.

Subsidiaries:

Damon International Ltd.
Newberry, South Carolina

Damon Creations International Ltd.
1470 Peel Street
Montreal 110, Quebec, Canada

Transfer Agent(s):

American Stock Transfer Company
New York, New York

Stock Exchange(s): American

Ticker Symbol: DNI

Sales & Earnings

	Net Sales	Net Income
1986	\$ 38,935,959	(780,905)
1985	44,924,971	(2,325,288)
1984	44,975,247	(381,236)
1983	38,098,454	318,723
1982	36,573,994	472,004

No. of Com. Shares Earnings per Share ‡

1986	1,099,926	\$ —
1985	1,099,926	—
1984	1,099,926	—
1983	1,102,926	0.28
1982	1,187,497	0.38

(Loss)
‡ Based on the weighted average number of common shares outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1986	\$ 10,701,775	\$ 9.73
1985	11,482,680	10.44
1984	13,807,968	12.55
1983	14,210,953	12.88
1982	14,311,363	12.05

Income Account *

Year ended Dec. 31	1986	1985
Net sales	\$ 38,935,959	\$ 44,924,971
Cost of sales	28,316,504	34,251,128
Expenses	11,829,881	12,360,222
Interest expense	968,128	1,483,887
Gain on pension plan	(1,131,653)	—
Other income	(285,996)	(319,978)
Loss before taxes	\$ (760,905)	\$ (2,850,288)
Income taxes (credit)	20,000	(525,000)
Net Loss	\$ (780,905)	\$ (2,325,288)

* Included in Costs and Expenses, Depreciation and Amortization: \$487,969 in 1986 and \$472,876 in 1985.

Assets

As of Dec. 31	1986	1985
Cash	\$ 108,101	\$ 665,312
Accts. receiv., net	7,911,167	11,749,050
Pension receivable	1,131,653	—
*Inventories	7,089,603	8,485,631
Prepaid expenses & sundry curr. assets	189,534	617,858
Refundable income taxes	—	191,060
Current Assets	\$ 16,430,058	\$ 21,708,911
*Fixed assets	2,008,308	3,388,657
Plant facilities held for sale	1,242,124	—
Long-term receiv. & other assets	168,942	323,021
Total Assets	\$ 19,849,432	\$ 25,420,589

Liabilities

Long-term debt, curr.	\$ 256,872	\$ 248,474
Notes payable	3,068,699	10,200,000
Accts. payable	1,235,802	698,783
Accruals	1,084,298	1,067,063
Cur. Liabilities	\$ 7,645,671	\$ 12,214,320
Long-term debt	1,477,986	1,723,589
+Common stock	1,347,361	1,347,261
Retained earnings	64,925	64,925
Treasury stock	(1,129,986)	(1,129,986)
Total Liabilities & Shareholders' Equity	\$ 19,849,432	\$ 25,420,589

* At lower of cost (FIFO) or market.
‡ Less accumulated depreciation.
+ \$1 par value.

Statistical Summary

Sales to Inventories	5.49	5.29
Debt to Equity	0.14	1.06
Working Capital	\$ 8,760,387	\$ 9,494,592
Current Ratio	2.14	1.78
Shareholders' Equity	\$ 10,701,775	\$ 11,482,680

Subsidiaries:

David and Dash International, Inc.
2445 N. Miami Avenue
Miami, Florida 33137
Foreign sales corporation.

Transfer Agent(s):

Trust Company of New Jersey
35 Journal Square
Jersey City, New Jersey 07306

Stock Exchange(s): Over-the-Counter

Ticker Symbol: DASH (NASDAQ)

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 18,174,913	\$ 301,174
1986	16,960,672	(793,049)
1985	18,206,274	403,659
1984	16,779,955	305,095
1983	14,441,126	639,935

No. of Com. Shares Earnings per Share ‡

1987	7,398,612	\$ 0.04
1986	7,398,612	—
1985	7,498,612	0.05
1984	7,398,612	0.04
1983	7,398,612	0.09

(Loss)
† Including extraordinary gains of \$38,572, (\$0.01 per share) in 1987, and \$42,621 in 1985, \$77,851 (\$0.01 per share) in 1984 and \$282,000 (\$0.04 per share) in 1983.
‡ Based on the average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 4,852,195	\$ 0.64
1986	4,551,021	0.60
1985	5,287,820	0.71
1984	4,841,961	0.65
1983	4,536,866	0.61

Income Account *

Year ended Nov. 30	1987	1986
Net sales	\$ 18,174,913	\$ 16,960,672
Cost of sales	10,179,650	9,918,607
Expenses	7,200,400	7,217,291
Interest expense	451,067	451,939
Income (loss) bef. taxes	\$ 343,796	\$ (627,165)
Income taxes (credit)	81,194	(145,290)
Inc. (loss)-cont. oper.	\$ 262,602	\$ (481,875)
Loss-discont. oper.	—	(311,174)
Net Income (Loss)	\$ 262,602	\$ (793,049)
Extraord. gain	35,572	—
Net Income (Loss) & extraord. gain	\$ 301,174	\$ (793,049)

* Included in Costs and Expenses, Depreciation and Amortization: \$221,310 in 1987 and \$209,035 in 1986.

Dash Industries, Inc.

2445 North Miami Avenue
Miami, Florida 33137
(305) 573-8000

Officers: Phillip Dash, chairman & chief exec. officer; Jay Dash, president; Larry Pierpoint, exec. v.p. & national sales mgr.; Myron Gulker, controller and secretary-treasurer.

Directors: Phillip Dash, Jay Dash, Steven Shapiro, Lee Millich, Wes Farrell.

Business Activities: Engaged in the production and marketing of fabric and wallcovering products.

Trademarks and/or Brand Names: David & Dash.

Assets	1987	1986
As of Nov. 30		
Cash	\$ 303,171	\$ 479,887
Market securities	—	102,100
Accts. & notes receiv., net	2,251,754	2,013,818
Refund inc. taxes	—	294,160
*Inventories	8,216,575	7,060,133
Prepaid expenses	39,634	50,362
Current Assets	\$ 11,011,134	\$ 10,000,460
*Fixed assets	1,520,206	1,669,849
Other assets	217,545	195,307
Total Assets	\$ 12,748,885	\$ 11,865,616

Liabilities	1987	1986
Long-term debt, curr.	\$ 84,608	\$ 80,692
Accts. payable	3,204,384	2,386,480
Accruals	297,835	144,428
Income taxes	23,480	—
Current Liabilities	\$ 3,610,305	\$ 2,611,600
Long-term debt	4,284,385	4,702,995
+Common stock	5,049	5,049
Add. paid-in capital	3,911,537	3,911,537
Retained earnings	935,609	634,435
Total Liabilities & Shareholders' Equity	\$ 12,748,885	\$ 11,865,616

* At lower of cost (LIFO) or market.
* Less accumulated depreciation and amortization.
+ \$ 0.0066 par value.

Statistical Summary

% Income bef. Taxes to Sales	1.89	—
% Net Income to Sales	1.44	—
% Net Income to Equity	5.41	—
Sales to Inventories	2.21	2.40
Debt to Equity	0.90	1.05
Working Capital	\$ 7,400,829	\$ 7,388,960
Current Ratio	3.05	3.83
Shareholders' Equity	\$ 4,852,195	\$ 4,551,021

Dawson International plc

9 Charlotte Square
Edinburgh, EH2 4DR, Scotland
031-220 1919

Directors: Sir Alan Smith, president; R.A.B. Miller, chairman & chief executive; W.R. Alexander, D.L.D. Blackburn, J.E. Bolton, J.D. Embrey, B.S. Faulkner, P.W. Kemp, G.A. Smith, J.B. Waterton, H. Somerville, secretary

Business Activities: Manufactures fully fashioned knitwear and clothing, fleece fabrics, fur fabrics, velvets, shower curtains and bathroom accessories. Weaves specialized upholstery fabrics and fine cloths. Engages in the spinning of carpet yarn, woolen yarn, worsted yarn, wool, cashmere and lambwool. Produces cashmere fiber and manufactures thermal knitwear and winter clothing. Operates specialized wool shops.

Trademarks and/or Brand Names: Ballantyne, Barrie, Gladstone, Glenmac, McGeorge, Pringle of Scotland, Braemar, Emreco, Dralon, Braemar International, Duo-fold, J.E. Morgan, Huebner Wolle, Tuffi.

Subsidiaries (Great Britain):

Animal Fibres (Bradford) Ltd.
Manufacturing of rare animal fibers.

The Ballantyne Sportswear Co. Ltd.
Manufacture of Ballantyne branded fully fashioned knitwear and clothing.

Barrie Knitwear Ltd.
Manufacture of Barrie branded fully fashioned knitwear.

W. Gladstone & Co.
Manufacture of Gladstone branded fully fashioned knitwear.

Blackwood Brothers Ltd.
Carpet yarn spinning.

British Replin Ltd.
Weaving of specialized upholstery fabrics.

Clan Royal of Scotland
Operates specialized woolen shops.

Dil Engineering Ltd.
Engineering services.

Glenmac Knitwear (Hawick) Ltd.
Manufacture of Glenmac branded fully fashioned knitwear.

Laidlaw & Fairgrieve Ltd.
Woolen yarn spinning.

J. & D. McGeorge Ltd.
Manufacture of McGeorge branded fully fashioned knitwear.

Mackinnon of Scotland Ltd.
Manufacture of fully fashioned knitwear.

Robert Noble
Weaving of fine cloths.

Pringle of Scotland Ltd.
Manufacture of Pringle of Scotland branded fully fashioned knitwear and clothing.

Braemar Knitwear Ltd.
Manufacture of Braemar fully fashioned knitwear.

M. Reinhold & Co. Ltd.
Marketing and distribution of Emreco knitwear.

Todd & Duncan Ltd.
Woolen, cashmere and lambwool spinning.

Joseph Dawson Ltd.
Cashmere dehairing, commission woolcombing.

Dawson Fur Fabrics Ltd.
Manufacture of fleece fabrics, fur fabrics and Dralon velvets.

Subsidiary (Australia):

Kinross Cashmere Company Pty. Ltd.
Breeding of cashmere goats and production of cashmere fiber.

Subsidiary (Hong Kong):

Dawson International (S.E. Asia) Ltd.
Manufacture of fully fashioned knitwear.

Subsidiaries (U.S.A.):

Associated Products Inc.
Manufacture and distribution of shower curtains and bathroom accessories.

Dawson International (U.S.A.) Inc.
Marketing and distribution of Braemar International branded knitwear and clothing.

Duo-fold Inc.
Manufacture of Duo-fold branded winter clothing.

J.E. Morgan Knitting Mills Inc.
Manufacture of J.E. Morgan branded thermal knitwear.

Subsidiaries (West Germany):

Kammgarnspinnerei Wilhelmshaven AG
Worsted yarn spinning; marketing of Huebner Wolle hand knitting yarns; manufacture of Tuffi branded bathmats.

Pringle of Scotland Strickwaren Handelsgesellschaft mbH
Operates a retail store in Dusseldorf.

Registrars and Transfer Office:

Clydesdale Bank PLC
P.O. Box 43
30 St. Vincent Place
Glasgow, G2 2HL, Scotland

Sales & Earnings

	Net Sales	Net Income †
1987	£ 334,433,000	£ 26,832,000
1986	285,194,000	21,893,000
1985	285,633,000	21,801,000
1984*	179,148,000	17,219,000
1983	139,044,000	18,747,000

	No. of Com. Shares	Earn. per Share † ‡
1987	151,246,610	20.1p
1986	142,612,000	18.5
1985	N.A.	15.6
1984*	N.A.	13.2
1983	N.A.	12.4

N.A. - Not Available.

£ pound sterling.

* 53 weeks.

† Including extraordinary gain of £ 2,599,000 (1.7p per share) in 1983, and extraordinary losses of £ 2,997,000 (2.2p per share) in 1987 and £ 4,340,000 (3.7p per share) in 1986.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	20.1p	—	—
1986	18.5	—	—
1985	15.6	—	—
1984	13.2	—	—
1983	12.4	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	£ 157,851,000	£ 1.04
1986	137,963,000	0.97
1985	125,335,000	—
1984	92,121,000	—
1983	85,947,000	—

Income Account *
(000's)

Year ended Mar. 31	1987	1986
Net sales	£ 334,433	£ 285,194
Cost of sales	235,976	202,469
Distribution costs	28,936	23,776
Administration expenses	23,084	18,936
Income from leasing	(42)	(340)
Other income	(966)	(1,456)
Interest income	(4,406)	(4,142)
Interest expense	5,181	4,022
Income before taxes	£ 46,670	£ 42,129
Income taxes	16,841	15,896
Net Income	£ 29,829	£ 26,233
Extraord. loss	(2,997)	(4,340)
Net Income & extraord. loss	£ 26,832	£ 21,893

* Included in Costs and Expenses, Depreciation and Amortization: £ 8,113,000 in 1987 and £ 6,048,000 in 1986.

Dawson International plc

As of Mar. 31	Assets (000's)	
	1987	1986
Cash	£ 35,940	£ 34,743
Accts. receiv., net	58,227	46,728
Investments	32,766	24,576
*Stocks	84,636	81,368
Current Assets	£ 211,569	£ 187,415
Investment in fixed assets	—	214
Fixed assets	77,644	58,467
Total Assets	£ 289,213	£ 246,096

Liabilities (000's)		
	1987	1986
Bank loans & overdrafts	£ 6,881	£ 11,588
Accts. payable	25,972	23,059
Accruals	11,526	12,202
Taxation	18,958	14,962
Other payables	1,965	1,644
Proposed dividend	7,260	6,132
Current Liabilities	£ 72,562	£ 69,587
Long-term debt	45,620	28,529
Deferred taxation	3,132	3,523
Other liabilities	10,048	6,494
+Common stock	37,812	35,653
Add. paid-in capital	1,632	1,516
Revaluation reserve	22,251	21,312
Other reserve	1,169	301
Retained earnings	94,987	79,181
Total Liabilities & Shareholders' Equity	£ 289,213	£ 246,096

* At lower of cost and net realizable value.
Less accumulated depreciation.
+ 25p par value.

Statistical Summary

%Income bef. Taxes to Sales	13.95	14.77
%Net Income to Sales	8.92	9.20
%Net Income to Equity	18.90	19.01
Sales to Inventories	3.95	3.50
Debt to Equity	0.33	0.29
Working Capital	£ 139,007,000	£ 117,823,000
Current Ratio	2.92	2.69
Shareholders' Equity	£ 157,851,000	£ 137,963,000

Delta Woodside Industries, Inc.

(43%-owned by RSI Corporation)

NCNB Plaza, Suite 502
7 North Laurens Street
Greenville, South Carolina 29601
(803) 232-8301

Officers: C. C. Guy, chairman; E. Erwin Maddrey, II, president & chief exec. officer; Bettis C. Rainsford, exec. v.p. & chief financial officer; Buck A. Mickel, v.p. & asst. secretary; W. Roger Hall, v.p., treasurer & secretary; Jane H. Greer, v.p.

Directors: C. C. Guy, chairman; E. Erwin Maddrey, II, Bettis C. Rainsford, Buck Mickel, Buck A. Mickel, James F. Kane, Max Lennon.

Business Activities: Engaged in the manufacture and sale of a variety of textile fabrics and apparel. Its product groups comprise unfinished greige woven fabrics for apparel, home furnishings and industrial uses; finished woven apparel fabrics; single and double knit apparel fabrics; and completed apparel, including T-shirts, men's and boys' underwear and sportswear.

Plant Locations: Fountain Inn, Anderson, Easley, Greenville, Piedmont, Greer, Edgefield, Wallace, Pamphico, South Carolina; Gastonia, Fayetteville, Wallace, Greensboro, Maiden, Dallas, North Carolina; Allentown & Alburtia, Pennsylvania; Washington & Sandersville, Georgia.

Subsidiaries:

Woodside Mills, Inc.
P.O. Box 6126, Station B
Greenville, South Carolina 29606
Produces a variety of unfinished greige lightweight woven fabrics used ultimately in the manufacture of apparel and home furnishings.

Delta Mills Marketing Company
1071 Avenue of The Americas
New York, New York 10018
Finished woven fabrics for use in slacks and skirts.

Stevco knit Fabrics Company
P.O. Box 1500
Greer, South Carolina 29632
Knits and finishes a wide range of single and double knit fabrics for the knit apparel and children's sleepwear trade.

The Royal Manufacturing Company
645 North Jordan Street
Allentown, Pennsylvania 18105
Manufactures T-shirts, men's and boys' underwear and sportswear.

Transfer Agent(s):

The Citizens and Southern Trust Company
P.O. Box 105555, Suite 990
Atlanta, Georgia 30348-5555

Stock Exchange(s): Over-the-Counter

Ticker Symbol: DLWD (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$ 417,461,000	\$ 20,791,000
1986	141,810,000	5,259,000
1985	94,428,000	2,375,000
1984*	8,762,000	1,800
	No. of Com. Shares	Earn. per Share ‡
1987	17,300,000	\$ 1.31
1986	15,000,000	0.35
1985	15,000,000	0.16

* 2 months.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1987	1986
Finished woven fabrics	\$ 168,407,000	\$ —
Unfinished woven fabrics	96,807,000	96,103,000
Knit fabrics	129,647,000	20,391,000
Completed apparel	34,883,000	28,599,000
Intersegment	(12,283,000)	(1,283,000)
Total	\$ 417,461,000	\$ 141,810,000

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 58,239,000	\$ 3.37
1986	8,302,685 +	0.55
1985	3,044,204 +	0.20

+ After allowing for preferred stock at par value.

Income Account*

Year ended	6/27/87	6/28/86
Net sales	\$ 417,461,000	\$ 141,809,622
Cost of sales	344,398,000	118,908,330
Expenses	28,160,000	8,158,744
Interest expense	12,939,000	5,196,761
Interest income	(184,000)	(290,782)
Minority interest	942,000	—
Other income	(236,000)	(145,912)
Income before taxes	\$ 33,462,000	\$ 9,862,491
Income taxes	12,667,000	4,724,000
Net Income	\$ 20,795,000	\$ 5,238,481

* Included in Costs and Expenses, Depreciation and Amortization: \$4,113,000 in 1987 and \$2,234,919 in 1986.

Assets

As of	6/27/87	6/28/86
Cash	\$ 857,000	\$ 542,489
Accts. receiv., net	27,179,000	13,754,757
Due from affil.	—	1,140,461
*Inventories	72,049,000	17,335,543
Prepaid expenses	1,439,000	351,465
Current Assets	\$ 101,524,000	\$ 33,124,715
Fixed assets	43,997,000	23,102,845
Other assets	2,727,000	508,439
Total Assets	\$ 148,248,000	\$ 56,736,019

Liabilities

Notes payable	\$ 3,875,000	\$ 8,271,230
Long-term debt, curr.	8,350,000	2,199,773
Accts. payable	22,905,000	8,752,418
Accrued payroll	5,062,000	1,244,317
Accrued taxes	3,438,000	1,061,783
Accrued inc. taxes	899,000	1,123,685
Accrued interest	1,568,000	358,853
Other accruals	2,791,000	1,305,230
Current Liabilities	\$ 48,878,000	\$ 24,317,329
Long-term debt	37,794,000	21,530,285
Cap. lease oblig.	1,038,000	—
Deferred inc. taxes	1,282,000	988,932
Exc. of value of assets acq. over cost	1,017,000	1,096,788
+Preferred stock	—	300,000
+Common stock	173,000	150,000
Add. paid-in capital	29,469,000	351,000
Retained earnings	28,597,000	7,801,685

Total Liabilities &
Shareholders' Equity \$ 148,248,000 \$ 56,736,019

* At lower of cost (LIFO & FIFO) or market.
Less accumulated depreciation.
+ \$100 par value; 8% noncumulative.
++ \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	8.02	7.04
%Net Income to Sales	4.98	3.71
%Net Income to Equity	35.71	59.74
Sales to Inventories	5.79	8.18
Debt to Equity	0.88	1.64
Working Capital	\$ 52,646,000	\$ 8,807,386
Current Ratio	2.08	1.36
Shareholders' Equity	\$ 58,239,000	\$ 8,802,685

Dewan Textile Mills Limited

Dewan Center

3-A Lalazar
Beach Hotel Road
Karachi 02243, Pakistan

Directors: Dewan Mohammad Umer Farooqui, managing director & chief executive; Dewan Mohammad Salman Farooqui, Dewan Mohammad Haman Farooqui, Dewan M. Zia-Ur-Rahman Farooqui, Dewan M. Ayub Khalid Farooqui, Zahair Ahmed Farooqui, Iqbal Naeem Pasha.

Business Activities: Engaged in the spinning of yarn.

Plant Location(s): H/20 & H/26, S.I.T.E., Kotri, Dist. Dada (Sind), Pakistan.

Stock Exchange(s): Karachi, Pakistan

Sales & Earnings

	Net Sales	Net Income
1987	Rs 556,418,646	Rs 70,252,669
1986	483,784,368	18,523,970

	No. of Com. Shares	Earn. per Share
1987	3,300,000	Rs 21.29
1986	3,300,000	5.61

Ra - Rupees

Common Stock's

	Cash Dividend	Stock Dividend	Stock Split
1987	Rs 9.25	—	—
1986	3.00	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	Rs 132,019,436	Ra 40.01
1986	92,291,787	27.97

Income Account *

Year ended Sept. 30	1987	1986
Net sales	Ra 556,418,646	Ra 483,784,368
Excise duty	13,913,615	5,499,549
Total income	Ra 542,505,031	Ra 480,284,819
Cost of sales	403,204,955	412,754,218
Expenses:		
Magerial	3,743,062	3,070,019
Selling	21,618,506	19,451,379
Financial	17,277,099	17,144,842
Profit sharing	4,833,910	1,405,830
Welfare fund	1,591,614	493,180
Gain on sale of assets	(16,784)	(58,639)
Income before taxes	Ra 90,252,669	Ra 26,023,970
Income taxes	20,000,000	7,500,000
Net income	Ra 70,252,669	Ra 18,523,970

* Included in Costs and Expenses, Depreciation: Ra 19,346,315 in 1987 and Ra 15,855,083 in 1986.

Assets

As of Sept. 30	1987	1986
Cash	Ra 21,228,990	Ra 88,630
Advances, deposits, prepayments	4,542,783	9,354,227
Accts. receiv., net	2,530,324	22,148,016
Refundable taxes	7,064,679	5,751,565
* Stocks	64,995,471	73,799,641
Stores & Spares	11,267,237	15,633,230
Current Assets	Ra 111,649,484	Ra 123,775,309
Capital work-in-prog.	3,474,931	3,474,931
Deposits	210,215	209,854
* Fixed assets	166,222,816	136,052,709
Total Assets	Ra 281,557,446	Ra 263,512,803

Liabilities

Short-term borrowing	Ra 24,107,397	Ra 97,867,362
Long-term debt, cur.	847,022	10,419,246
Accts. payable	21,636,877	20,981,628
Accrued welfare fund	4,833,910	1,405,830
Other accruals	2,719,419	1,127,805
Income taxes	18,037,652	2,237,632
Prepaid dividend	30,525,000	9,900,000
Unclaimed dividend	4,812	3,322
Cur. Liabilities	Ra 102,712,089	Ra 143,942,685
Long-term debt	15,808,672	819,231
Deferred income	3,217,429	2,659,100
Deferred inc. taxes	28,000,000	23,800,000
+ Common Stock	33,000,000	33,000,000
General reserve	90,000,000	57,300,000
Unapprop. profit	9,019,456	1,791,787
Total Liabilities & Shareholders' Equity	Ra 281,557,446	Ra 263,512,803

* As FIFO cost
Less accumulated depreciation.
+ Ra. 10 per value.

Statistical Summary

% Income bef. Taxes to Sales	14.22	5.36
% Net Income to Sales	12.63	3.81
% Net Income to Equity	53.21	20.07
Sales to Inventories	1	6.58
Debt to Equity	0.31	1.18
Working Capital	Ra 8,937,395	—
Current Ratio	1.09	—
Shareholders' Equity	Ra 132,019,436	Ra 92,291,787

Dixie Yarns, Inc.

1100 South Watkins Street
Chattanooga, Tennessee 37404
(615) 698-2501

Mailing address:
P.O. Box 751
Chattanooga, Tennessee 37401

Officers: J. Burton Frierson, chairman of the executive committee; Daniel K. Frierson, chairman of the board & chief executive officer; James C. Fry, president & chief operating officer; Morgan M. Schumaker, sr. v.p. & chief financial officer; C. Rex Childers, v.p. & pres.-Dixie Division & Ti-Caro Yarns Group; L. T. Frimore, v.p.-organization development; C. P. Driver, v.p. & pres.-Candlewick Division; E. Bryan Gibson, v.p.-industrial relations; Thomas C. Robinson, Jr., secretary & treasurer; Edd L. Utley, cost accounting controller; D. Eugene Lanster, accounting controller; John J. Callaghan, III, v.p. & president-Ti-Caro Knits Group; Albert G. Myers, III, v.p. & president-Threads U.S.A. Group; Starr T. Klein, asst. secretary.

Directors: J. Burton Frierson, Joseph H. Davenport, Jr., C. Ralph Ewing, Daniel K. Frierson, J. Frank Harrison, Jr., Raymond B. Witt, Jr., Robert J. Sudderth, Jr., Paul K. Brock, James H. Martin, Jr., James C. Fray, Albert G. Myers, III, Morgan M. Schumaker.

Business Activities: Manufactures yarn from cotton and man-made fibers for sale to the knitting, weaving and tufting industries. A portion of this yarn is also further processed by the company through mercerizing, dyeing and bleaching. Industrial thread and yarn for hand knitting are also produced.

Trademarks and/or Brand Names: Durens, Silapun, Be-bon, Corepun.

Plant Location(s): Chattanooga & Lupton City, Tenn.; Hope Mills, Cumberland, Mebane, Saxapahaw, No. Carolina; Dalton & Ringgold, Ga.; Roanoke, Ala.; Lemoore, Calif.

Operating Groups

Dixie/Ti-Caro Yarns

Produces ring spun, fine count, singles and plied yarn made from 100% cotton, synthetic, or cotton-synthetic combinations.

Primary Yarns Division

Produces finer count cotton and blend yarns sold to manufacturers of premium priced apparel, home furnishings, and industrial products.

Specialty Yarns Division

Manufactures yarns utilizing natural and high technology man-made fibers for a variety of applications.

Wet Processing Division

Dyes, bleaches, mercerizes and finishes natural, synthetic and blend yarns.

Ti-Caro Knits Group

Caro-Knit Division

Produces both yarn-dyed and piece-dyed, 100% cotton knit fabrics for the higher priced sportswear market, primarily for premium-grade knit shirts.

North State Division

Knits and finishes fabric for the infants' and children's markets, specializing in flame-retardant sleepwear.

Clyde Fabric Division

Produces fabric sold to manufacturers of work gloves and upper-end activewear.

Threads U.S.A. Group

Manufactures industrial sewing threads, including spun polyester, corepun, and air-mingled filament threads, for use in a variety of applications.

Candlewick Group

Manufactures specialty tufted yarns.

Transfer Agent(s)

Trust Company Bank
Corporate Trust Department
P.O. Box 4625
Atlanta, Georgia 30302

Stock Exchange(s): Over-the-Counter

Ticker Symbol: DXYN (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$ 580,504,328	\$ 26,283,572
1986	300,770,154	13,378,368
1985	253,470,837	7,092,636
1984	283,189,960	3,258,261
1983	282,688,971	4,518,878

	No. of Com. Shares †	Earn. per Share †
1987	10,584,628	\$ 2.42
1986	5,967,530	2.24
1985	5,725,056	1.24
1984	6,212,628	0.52
1983	7,817,688	0.58

† Based on the weighted average number of shares outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend †	Stock Dividend	Stock Split
1987 Class A	\$ 0.4400	—	—
Class B	0.3733	—	—
1986 Class A	0.4958	—	12-for-1
Class B	0.4291	—	—
1985 Class A	0.2467	—	—
Class B	0.1000	—	—
1984	0.2167	—	—
1983	0.1708	—	—

† Adjusted to reflect stock split.

Dixie Yarns, Inc.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 203,565,000	\$ 17.36
1986	92,317,930	12.12
1985	47,525,183	8.58
1984	43,040,843	7.54
1983	32,342,994	6.71

‡ Adjusted to reflect stock split.

Income Account *

Year ended	12/26/87	12/27/86
Net sales	\$ 580,504,328	\$ 300,770,154
Cost of sales	498,156,102	267,891,489
Expenses	37,447,052	15,896,304
Other income	(648,166)	(768,540)
Interest expense	5,957,922	2,111,121
Gain from plant closing	(3,297,154)	(5,926,588)
Income before taxes	\$ 44,888,572	\$ 21,546,348
Income taxes	18,605,000	8,188,000
Net income	\$ 26,283,572	\$ 13,378,348

* Included in Costs and Expenses, Depreciation and Amortization: \$10,995,141 in 1987 and \$6,434,555 in 1986.

Assets

As of	12/26/87	12/27/86
Cash	\$ 2,192,942	\$ 29,060,130
Accts. receiv., net	68,093,238	32,334,830
Inventory	81,130,889	36,068,297
Prepaid expenses	6,535,216	913,911
Current Assets	\$ 157,952,285	\$ 98,377,388
Fixed assets	146,249,353	44,318,646
Intangible assets	41,583,451	—
Other assets	10,495,942	3,142,308
Total Assets	\$ 356,281,031	\$ 145,838,342

Liabilities

Long-term debt, curr.	\$ 1,750,800	\$ 1,845,800
Accts. payable	32,520,212	22,119,831
Accruals	25,334,824	8,937,271
Cur. Liabilities	\$ 59,605,836	\$ 32,902,902
Long-term debt	75,002,800	12,653,600
Other liabilities	7,339,066	817,381
Deferred inc. taxes	8,767,149	7,147,847
+Common stock	33,314,937	30,653,095
+Class B stock	2,206,514	2,206,584
Add. paid-in capital	107,044,194	28,122,127
Retained earnings	62,999,843	41,334,806
Total Liabilities & Shareholders' Equity	\$ 356,281,031	\$ 145,838,342

* At cost (LIFO), which is less than market.
‡ Less accumulated depreciation and amortization.
† \$3 per value.

Statistical Summary

%Income before Taxes to Sales	7.73	7.17
%Net Income to Sales	4.53	4.45
%Net Income to Equity	12.79	14.49
Sales to Inventory	7.16	8.34
Debt to Equity	0.37	0.16
Working Capital	\$ 98,346,449	\$ 65,476,486
Current Ratio	2.65	2.99
Shareholders' Equity	\$ 203,565,498	\$ 92,316,812

Mailing address:
P.O. 6230
Montreal, Quebec, H3C 3L1, Canada

Officers: Thomas R. Bell, chairman, president & chief executive officer; Charles A. McCrae, executive vice president-administration & resources; Alex R. McAslan, executive vice president & chief operating officer-Canadian Textile Oper.; Arthur P. Earle, senior vice-president, development & research; Pierre L. Ray, vice-president-investor relations; William N. Gagnon, president, international operations; Sandy Mackay-Smith, vice president, secretary and general counsel; Robert B. Anderson, assistant controller; Marie Ballaragou, assistant general counsel & asst. secretary; Milo A. Smith, v.p.-finance; William K. Rusak, v.p.-human resources; Rejean J. Claude, comptroller; Kenneth J. Desl, treasurer; Kay R. Craig, asst. treasurer.

Directors: Jean Beliveau, Col N. Moisan*, Ronald H. Perrower*, David F. Sobey*, Thomas R. Bell*, Alex R. McAslan, Charles A. McCrae, Alex Hamilton*, Gordon H. Lennard, H. Purdy Crawford, J. V. Raymond Cyr, Ronald W. Eden.

* Member of the Executive Committee

Business Activities: Produces and markets woven fabrics for apparel and furnishing trades including indigo-dyed denim; cotton and blended yarn for knitters and weavers; consumer products for the home including sheets, pillow cases, draperies, bedspreads and towels; sportswear and leisure wear; non-woven plastics and fabrics for use by other manufacturing industries.

Textile Trademarks and/or Brand Names: Textmade, Caldwell, Emmet, Pennman, DHJ, Swift, Mirafi, Wabasu, Dorma, Mary Quant, Harmonie.

Canadian Operations

Dominion Fabrics Company
Montreal, Quebec

Domil Plant

Sherbrooke, Quebec

Fabrics for men's and women's sportswear, rainwear and outerwear, shirting, tablecloths and dress prints.

Long Sault Plant

Long Sault, Ontario

Polyester/cotton broadcloths, outerwear and sportswear fabrics.

Magog Plant

Magog, Quebec

Cotton broadcloths, cotton and polyester/cotton print cloth and broadcloths corduroy industrial fabrics.

Richelieu Plant

St. Jean, Quebec

Cotton and polyester/cotton blend fabrics for sportswear, work clothing, easement satens, interlinings, dress prints and pocketings.

Dominion Consumer Company

Caldwell Plant

Iroquoia, Ontario

Terry towels, towelling and bath mats.

Sherbrooke Plant

Sherbrooke, Quebec

Polyester/cotton sheeting for sheets, pillow slips, comforters and bedspreads.

Magog Finishing Plant

Magog, Quebec

Sheets, pillow slips, tabling, bedspreads, blankets and flannellette sheets.

Dominion Fashion Group

Cambridge, Ontario

Manufactures T-shirts, sweat shirts, golf shirts, shorts, jogging suits and other casual clothing.

Dominion Yarn Company

Domil Plant

Sherbrooke, Quebec

Long Sault Plant

Long Sault, Ontario

Salisbury Plant

Valleyfield, Quebec

Mount Royal Dyehouse

Montreal, Quebec

Dominion Specialty Fabrics Company

Montreal, Quebec

Industrial Fabrics Division

Drummondville Plant

Drummondville, Quebec

Fabrics of cotton and man-made fibers or filaments for automotive, abrasive, buff and filter use; tire cord and chaffer fabric; ducks for tarpaulins, conveyor belting and industrial hose; industrial yarn and V-belt cords.

Yarmouth Plant

Yarmouth, Nova Scotia

Ducks of cotton, man made fibers or filaments for tarpaulins, conveyor belting and industrial hose; cotton and blend industrial grays fabrics; sales yarn.

Swift Textiles Canada

Drummondville, Quebec

Production of denim.

Fiberworld Division:

Hawkesbury Plant

Hawkesbury, Ontario

Regular and needle-punched polypropylene carpet backing; polyolefin industrial fabrics.

Woodstock Plant

Woodstock, Ontario

Rein bonded and needle-punched non-woven fabrics of man-made fibers; for the coating trade, furniture and filter use, quilting and apparel manufacturing.

DHJ Canada Inc.

Montreal, Quebec

Textile Management Services Inc.

Montreal, Quebec

United States Operations:

Include the manufacture and sale of denim, polyester-cotton yarn, geotextile products, and plastic accessories for the apparel industry.

Swift Textiles, Inc.

Columbus, Georgia

Indigo-dyed denim.

Linn-Corriber Corporation

Landis, North Carolina

Production of yarn.

Mirafi Inc.

Charlotte, North Carolina

Civil engineering fabrics.

Howard Cotton Company

Memphis, Tennessee

International Operations:

Dominion Textile (International) BV

Manufactures and distributes interlinings, cut linings, fusible fabrics, indigo-dyed denim for the apparel trade and a diversified line of nonwoven fabrics sold to a wide variety of industries.

DHJ Industries Deutschland GmbH

Bielefeld, West Germany

Interlining fabrics and die-cut linings.

DHJ Industries Europe S.A.

Selstat, France

Interlining fabrics.

DHJ Industries SpA

Milan, Italy

Interlining fabrics and die-cut linings.

DHJ Industries (U.K.) Ltd.

London, England

Interlining fabrics, die-cut linings and packaging.

SENFSA S.A.

Selstat, France

Interlining fabrics.

DHJ Industries (Far East) Ltd. (Hong Kong)

Dominion Textile, Inc.

1930 Sherbrooke Street West
Montreal, Quebec, H3H 1E7, Canada
(514) 989-6000

Doug Wilson Studios, Inc.

DHU Industries AG (Switzerland)
Zug, Switzerland

DHU Iberica SA
Barcelona, Spain

DHU Industries Distribution (Singapore) Pte. Ltd.

DHU Lusitana Textil LDA
Oporto, Portugal

Transfer Agent(s)

The Royal Trust Company
Montreal, Toronto, Winnipeg, Regina, Calgary, and
Vancouver

Stock Exchange(s) Montreal, Toronto

Ticker Symbol: DTX

Sales & Earnings

	Net Sales (000's)	Net Income † (000's)
1987	\$ 1,043,344	\$ 32,187
1986	926,516	6,401
1985	765,870	(14,375)
1984	877,846	23,130
1983	822,422	19,065

	No. of Com. Shares ‡	Earn. per Share ‡ †
1987	17,346,000	\$ 1.53
1986	15,763,000	0.27
1985	14,108,986	—
1984	13,160,783	1.39
1983	11,788,447	1.41

(Loss)

† Including extraordinary loss of \$4,689,000 (\$0.29 per share) in 1986.

‡ Based on the daily weighted average number of common shares outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.48	—	—
1986	0.48	—	—
1985	0.66	—	—
1984	0.72	—	—
1983	0.72	—	—

Common Stock Equity

	Total Equity ‡	Equity Per Share
1987	\$ 352,790,000	\$ 19.69
1986	299,941,000	18.08
1985	275,788,000	18.71
1984	280,964,000	21.08
1983	260,629,000	20.04

‡ After allowing for preferred stock at stated values.

Income Account *

Year ended June 30	1987	1986
Net sales	\$ 1,043,344	\$ 926,516
Operating costs	966,521	893,059
Interest expense	19,287	25,479
Other expense (income)	2,667	(3,652)
Share in sur. of assoc. cos.	(6,277)	(2,549)
Income bef. taxes	\$ 61,146	\$ 14,179

Income taxes	27,570	222
Minority interest	1,389	2,867
Net income	\$ 32,187	\$ 11,090
Extraord. loss	—	(4,689)

Net income & extraord. loss \$ 32,187 \$ 6,401

* Included in Costs and Expenses, Depreciation: \$36,379,000 in 1987 and \$33,871,000 in 1986.

	Assets (000's)	
As of June 30	1987	1986
Cash	\$ 82,836	\$ 21,903
Accts. receiv., net	195,089	159,031
* Inventories	213,980	242,844
Prepaid expenses	3,344	6,933
Invest. in attempted acquisition	736	—
Current Assets	\$ 497,995	\$ 430,711
Investments & advances	13,736	12,434
* Fixed assets	296,638	292,575
Other assets	7,800	2,000
Total Assets	\$ 816,159	\$ 737,720

	Liabilities (000's)	
Long-term debt, curr.	\$ 35,834	\$ 16,866
Short-term borrowings	42,932	33,290
Accts. payable & accruals	104,539	102,591
Dividends payable	3,547	2,253
Income taxes	8,083	5,134
Current Liabilities	\$ 194,955	\$ 160,142
Long-term debt	126,234	145,039
Def. inc. taxes	46,014	25,502
Minority interest	16,101	27,024
+ First preferred stock	65	72
+ Second pref. stock	80,000	80,000
+ + Common stock	199,451	175,609
Retained earnings	137,148	118,988
Com. trans. adjust.	16,191	5,344

Total Liabilities & Shareholders' Equity \$ 816,159 \$ 737,720

* At lower of average cost and net realizable value.

‡ Less accumulated depreciation.

+ \$100 stated value; \$7 cumulative.

+ + \$25 stated value; series C, floating rate cumulative;

series D & E, \$1.8125 cumulative.

+ + + No par value.

Statistical Summary

% Income bef. Taxes to Sales	5.86	1.53
% Net Income to Sales	3.08	1.20
% Net Income to Equity	7.44	2.92
Sales to Inventories	4.88	3.82
Debt to Equity	0.47	0.51
Working Capital	\$ 303,040,000	\$ 270,569,000
Current Ratio	2.55	2.69
Shareholders' Equity	\$ 432,835,000	\$ 380,013,000

Doug Wilson Studios, Inc.

1055 Wall Street
Suite 246
La Jolla, California 92037
(619) 454-2534

Officers: Doug Wilson, chairman of the board, president & chief executive officer; Lauren Wilson, secretary & treasurer; Neville Berman, controller & principal financial officer.

Directors: Doug Wilson, chairman; Gary Williams, Ian Gardner-Smith.

Business Activities: Designs, arranges for the manufacture of, and markets children's sleepwear, and men's and women's sportswear and swimwear.

Trademarks and/or Brand Names

Night Animal, Wall Street Cotton Club, Shark Bait, Sportswear, Doug Wilson, California Earthquake Cafe.

Transfer Agent(s)

Security Pacific National Bank
Los Angeles, California

Stock Exchange(s) Over-the-Counter

Ticker Symbol: DWSTU

Sales & Earnings

	Revenue	Net Income †
1988	\$ 2,122,812	\$ (495,447)
1987	4,192,936	114,295
1986	3,472,591	(751,385)

	No. of Com. Shares ‡	Earn. per Share ‡ †
1988	2,368,163	\$ —
1987	2,037,320	0.06
1986	1,761,779	—

† Including extraordinary gain of \$57,000 (\$0.03 per share) in 1987.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 1,349,367	\$ 0.57
1986	469,905	0.23
1985	323,860	0.18

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account

Year ended	2/29/88	2/28/87
Revenue	\$ 2,122,812	\$ 4,192,936
Cost of sales	1,204,960	2,229,695
Expenses	1,457,803	1,655,261
Loss on disc. oper.	—	135,312
Interest expense	9,308	8,825
Income (loss) before taxes	\$ (549,459)	\$ 163,843
Income taxes	—	57,000
Minority interest	(54,012)	49,548
Net Income (Loss)	\$ (495,447)	\$ 57,295
Extraord. gain	—	57,000

Net Income (Loss) & extraord. gain \$ (495,447) \$ 114,295

* Included in Costs and Expenses, Depreciation and Amortization: \$30,414 in 1988 and \$22,991 in 1987.

Assets

As of	2/29/88	2/28/87
Cash	\$ 1,016,458	\$ 106,223
Accts. receiv., net	56,622	201,244
* Inventories	56,067	79,634
Other curr. assets	29,373	60,489
Current Assets	\$ 1,158,520	\$ 447,590
Receiv. from stockholder	90,612	90,235
* Fixed assets	44,361	55,061
Other assets	33,356	20,164
Intangibles	206,596	140,238
Orgn. cost	12,911	20,381
Total Assets	\$ 1,546,356	\$ 773,609

Doug Wilson Studios, Inc.

Liabilities			
Long-term debt, curr.	\$ 45,895	\$ 41,665	
Accts. payable	94,298	41,790	
Accruals	41,948	20,319	
Dividends payable	12,400	26,904	
Current Liabilities			
Long-term debt	\$ 194,541	\$ 130,678	
Minority interest	2,448	106,871	
+Common stock	—	66,215	
Add. paid-in capital	26,557	20,257	
Retained earnings (deficit)	2,903,190	1,134,581	
Treasury stock	(1,174,130)	(678,683)	
	(6,250)	(6,250)	
Total Liabilities & Shareholders' Equity			
	\$ 1,546,356	\$ 773,669	

* At lower of cost (FIFO) or market.
 † Less accumulated depreciation and amortization.
 ‡ \$0.01 par value.

Statistical Summary			
% Income bef. Taxes			
to Sales	—	3.91	
% Net Income to Sales	—	1.37	
% Net Income to Equity	—	12.19	
Debt to Equity	2.04	0.32	
Working Capital	\$ 963,979	\$ 316,912	
Current Ratio	5.96	3.43	
Shareholders' Equity	\$ 1,349,367	\$ 469,905	

Dunlop (BTR Dunlop Limited)

(53% owned by BTR plc of the United Kingdom)

265 Sydney Road, Box 925
 Durban 4000, Republic of South Africa
 (031) 25-1411

Directors: P. Fathally, chairman; A.M.D. Gnodde, deputy chairman; C. R. Hooper, managing director; B. H. Beebe, F. P. Kemp, J. E. Lowe.

Secretary: D. M. Goodhead

Business Activities: Principal products include tires, tubes, conveyor belts, industrial hose, rubber mouldings and extrusions, diesel engines, fluid transmissions, automotive engine components, vinyl flooring, carpets, sports equipment and apparel, mattresses and foam products.

Textile Trademarks and/or Brand Names: Siasenger

Textile Plant Location(s): Mobeni, Republic of South Africa

Divisions and Subsidiaries:

Dunlop Tyres
 265 Sydney Road, Box 925
 Durban 4000, Republic of South Africa
 Produces a full range of passenger car tires in textile and steel radial and crossply; produces tires and tubes for a wide range of vehicles including light trucks, heavy truck and buses, industrial machines, low loaders, tractors, trailers, road graders, earthmovers, aircraft and bicycles.

Industrial Group

Industrial Products
 Lincoln Road, Industrial Sites
 Private Bag X027
 Benoni 1500, Republic of South Africa
 Produces a comprehensive range of conveyor belts in both rubber and PVC polymers with reinforcement of solid woven textile, plied textile or steel materials. Manufactures a wide variety of hose products and automotive components.

BTR Power Products
 15 Derrick Road
 Spartan, Kempton Park 1620, Republic of South Africa
 Distributes diesel engines and a range of engine transmissions.

BTR Rubber & Wheel
 3-5 Dyke Street, Factoria
 Box 286
 Krugersdorp 1740, Republic of South Africa
 Produces a comprehensive range of industrial components in rubber, various plastics and polyurethane.

Lauren Bros.
 Pepler Street
 Box 911-113
 Rosalyn 0200, Republic of South Africa
 Manufactures a wide range of stampings and fabricated assemblies for the automotive industry, as well as a range of container hardware including locking gear, hinges, and container retaining twistlocks for flat bed road and railway trailers.

Consumer Division

Dunlop Flooring
 Bert Kipling Street
 Wilsonia
 Box 1141
 East London 5200, Republic of South Africa
 Manufactures a comprehensive range of vinyl flooring and quality carpet products.

Dunlop Sports
 86 Leicester Road
 Box 32043
 Mobeni 4060, Republic of South Africa
 Manufactures a wide assortment of sporting goods, including golf balls, tennis balls, squash balls, tennis shoes, wooden rackets, sports clothing, sport luggage, aerobic shoes, and swingball.

Dunlopillo
 Gibaud Road
 Box 2145
 North End 6056, Republic of South Africa

615 Main Reef Road
 Box 25645
 Denver 2027, Republic of South Africa
 Manufactures hot and cold moulded seating for the auto industry, foam and spring mattresses, foam and fully upholstered furniture, and polyether foam products.

Transfer Secretaries:

Unidev Registrars Limited
 Sixth Floor, 94 President Street
 Johannesburg 2001, Republic of South Africa
 P.O. Box 1053
 Johannesburg 2000, Republic of South Africa

Stock Exchange(s): Johannesburg

Sales & Earnings			
	Net Sales	Net Income †	
1987	R411,300,000	R24,600,000	
1986	355,600,000	19,900,000	
1985	224,600,000	17,700,000	
1984	216,900,000	16,900,000	
1983	200,600,000	22,100,000	
	No. of Com. Shares	Earn. per Share ‡	
1987	23,000,000	R1.066	
1986	23,000,000	0.865	
1985	17,700,000	1.001	
1984	17,700,000	0.955	
1983	17,700,000	1.251	

R = South African rand.

† Before extraordinary items.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business			
	1987	1986	
Engineering & industrial	47%	51%	
Motor	39	35	
Consumer	14	14	
Total	100%	100%	

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	R0.85	—	—
1986	0.75	—	—
1985	0.75	—	—
1984	0.75	—	—
1983	0.75	—	—

Common Stock Equity

	Total Equity †	Equity Per Share
1987	R162,842,000	R7.09
1986	145,241,000	6.32
1985	116,900,000	6.60
1984	112,400,000	6.35
1983	99,700,000	5.63

† After allowing for preferred stock at par value.

Income Account (000's)

Year ended Dec. 31	1987	1986
Net sales	R411,343	R355,638
Cost of sales	347,998	307,201
Directors' fees	832	779
Auditors' fees	330	370
Management fees	1,634	1,307
Technical fees	2,994	2,520
Secretarial fees	21	24
Depreciation	14,114	13,460
Loss (gain):		
on sale of assets	137	(389)
incr. in prod. liab.	(851)	(1,135)
Property rentals	(3,436)	(4,538)
Interest expense	4,440	4,246
Interest income	(555)	(471)

Income before taxes	R43,685	R32,264
Income taxes	19,103	12,309
Net income	R24,582	R19,955
Extraord. loss	(8)	(4,145)
Net income & extraord. loss	R24,574	R15,810

Assets (000's)

As of Dec. 31		
Cash	R2,176	—
Accts. receiv., net	78,035	64,399
Trade/holding company	261	232
*Inventories	83,705	83,364
Current Assets	R164,177	R147,995
*Fixed assets	119,208	102,528
Total Assets	R283,385	R250,523

Liabilities (000's)

Bank borrowings	R16,702	R21,247
Long-term debt, curr.	4,035	4,298
Accts. payable	65,839	49,702
Dividend payable	12,634	10,567
Current Liabilities	R99,210	R85,814
Long-term debt	401	1,053
Deferred inc. taxes	19,432	16,915
+Preferred stock	1,500	1,500
+Common stock	11,485	11,485
Add. paid-in capital	45,442	45,442
Non-distrib. reserves	30,350	17,708
Distrib. reserve	75,565	70,606
Total Liabilities & Shareholders' Equity	R283,385	R250,523

* Less accumulated depreciation.
 * At lower of cost and net realizable value.
 † R2 par value; 6% cumulative.
 ‡ + R0.30 par value.

Statistical Summary

% Income bef. Taxes		
to Sales	10.62	9.07
% Net Income to Sales	5.98	5.61
% Net Income to Equity	14.96	13.60
Sales to Inventories	4.91	4.27
Debt to Equity	0.13	0.18
Working Capital	\$64,967,000	\$62,181,000
Current Ratio	1.65	1.72
Shareholders' Equity	\$164,342,000	\$146,741,000

E.I. du Pont de Nemours & Company

1007 Market Street
Wilmington, Delaware 19898
(302) 774-1000

Officers: Richard E. Heckert, chairman of the board & chief exec. officer; Edgar S. Woolard, Jr., president & chief operating officer; H. Gordon Smyth, sr. v.p.; Samuel Schwartz, sr. v.p.; John R. Malloy, sr. v.p.; W. Earl Tatum, sr. v.p.; Alexander MacLachlan, sr. v.p.; John J. Quindlen, sr. v.p.; John F. Schmutz, sr. v.p. & general counsel; Elmer J. Grivetti, exec. v.p.; Elwood P. Blanchard, exec. v.p.; Colin H. Lee, exec. v.p.; H. Douglas Dahl, exec. v.p.; Jarvis B. Cecil, exec. v.p.; Robert C. Forney, exec. v.p.; Wilfred P. Schmoes, exec. v.p.; Robert B. Atwater, exec. v.p.; C. Wes McDonald, exec. v.p.; Floyd E. Ellis, exec. v.p.; Robert M. Aiken, group v.p.; David D. Mooberry, group v.p.; Nicholas Pappas, III, group v.p.; James F. Kearns, group v.p.; Archie W. Dunham, group v.p.; John A. Krol, group v.p.; Robert v.d. Luft, group v.p.; John P. McAndrews, group v.p.; Charles L. Henry, group v.p.; Mark A. Suwyn, group v.p.; Constantine S. Nicandro, president & chief exec. officer-Conoco Inc.; Bobby R. Brown, chairman & chief exec. officer-Consolidation Coal Company; Roger W. Arrington, corp. secretary; Martin G. Mand, v.p. & controller; C. Randolph Minix, v.p. & treasurer; James W. Giggey, v.p. corporate plans; Richard A. Stuckey, v.p. corporate plans; Bruce W. Karth, v.p. employee relations; Richard S. Reese, Jr., v.p. employee relations; Stacey J. Mobley, v.p. external affairs; Colbert R. Wilhite, v.p. external affairs; Bruce A. Beardwood, v.p. fabricated products; Jerald A. Blumberg, v.p. international; W. Robert Clay, v.p. international; E. Gary Cook, Jr., v.p. medical products; Hazen L. Richardson, v.p. medical products; Ernest R. Ruppe, v.p. petrochemicals; Jeffrey M. Lipton, v.p. polymer products; Anthony J. Cardinal, v.p. textile fibers; Keith E. Tucker, v.p. pension fund investment; Allen L. Cleveland, asst. general counsel; William E. McIntyre, asst. general counsel; Howard J. Rudge, asst. general counsel; Howard E. Simmons, v.p. central research & development; Charles D. Brown, v.p. engineering; James E. Landers, v.p. technology, petroleum.

Directors: Richard E. Heckert*, chairman of the board; David K. Barnes, H. Rodney Sharp, III, Robert C. Forney*, Andrew P. Brimmer, Margaret P. MacKimm, Charles L. Brown, Irene du Pont, Jr., Edward B. du Pont, Edward R. Kane, Howard W. Johnson, Edgar M. Bronfman, Dean R. McKay, Louisa C. Duemling, Constantine Nicandro*, Wilfred Schmoes*, Edward G. Jefferson, E. Leo Kolber, David G. Sacks, John L. Weinberg, A. Jean de Grandpre, Elwood P. Blanchard, Jr.*

* Member of the Executive Committee

Areas of Work: Operations are divided into the following industrial segments: biomedical products; industrial and consumer products; fibers; polymer products; agricultural and industrial chemicals; petroleum exploration and production; petroleum refining, marketing and transportation; and coal. Biomedical products include clinical instruments and X-ray products used in medical diagnosis; prescription pharmaceuticals; radiopharmaceuticals and radioactive tracer chemicals; and biomedical instruments used principally in research. Industrial and consumer products include photographic products and systems for printing, engineering reproduction, data recording and micrographic markets; electronic products for high-density microcircuits, resistor networks and printed circuit boards; electronic connectors; chromium dioxide magnetic particles used in audio and video tapes and cassettes, and for data storage; finishes for the automotive and other industries; nonstick coatings, analytical instruments for research and industrial process monitoring; explosives; and sporting firearms and ammunition. Man-made fiber products consist of specialty fibers

used in apparel, carpets, tire and aircraft component reinforcement, protective clothing, operating room apparel, packaging and road support, together with high-volume fibers for apparel and home fabrics, carpeting and industrial applications. Polymer products include plastic resins, elastomers, and films and other fabricated products. Agricultural chemical operations include worldwide manufacture and sales of fungicides, herbicides and insecticides for crop protection. Industrial chemicals comprise a range of such commodity and specialty products as pigments, organic chemicals, fluorochemicals, petroleum additives, mineral acids and other inorganics. Principal petroleum products include gasoline, jet fuel, diesel fuel, heating oil, fuel oil, asphalt, petroleum coke, natural gas, liquids and chemical feedstocks.

Trademarks: Adoration, Antron, Ardina*, Bi-nell*, By-trec, Cantrec, Civona*, Comfort*, Cordura, Dacron, Du Pont, Dypac*, Fibersol*, Hollofil, Hyten, Kevlar, Lanilon*, Lycra, Nomelle*, Nomes, Optique*, Orelle*, Orion, Qiana*, Roemay, Sayelle*, Sontara, Sontique*, Taslan, Teflon, Tyvek, Tyvar, Tyvek, Ultramer*, Quallifil*, Wintuk*. *Certification marks.

Textile Fibers Department Plant Locations: Seaford, Del.; Athens, Ga.; Kingston & Wilmington, N.C.; Charleston, S.C.; Chattanooga, Tenn.; Martinsville, Richmond & Waynesboro, Va.

Industrial Departments

Medical Products Department
Fabricated Products Department
Chemicals and Pigments Department
Petrochemicals Department
International Department
Electronic Department
Polymer Products Department
Textile Fibers Department
Agricultural Products Department
Imaging Systems Department
Automotive Products Department

Subsidiaries

Conoco Delaware, Inc.

Conoco Inc.

New England Nuclear Corporation

Remington Arms Company, Inc.
Bridgeport, Connecticut

Du Pont Taiwan Ltd.
Taipei, Taiwan

Du Pont (Australia) Limited
Sydney, Australia

Du Pont (New Zealand) Ltd.
New Zealand

Du Pont, S.A. de C.V.
Mexico, D.F., Mexico

Conoco (U.K.) Limited
London, England

Du Pont de Colombia, S.A.
Bogota, Colombia

Du Pont de Nemours (Belgium)
Brussels, Belgium

Brandywine Assurance Company Ltd.
Bermuda

Du Pont de Nemours (Deutschland) GmbH
Dusseldorf, Germany

Du Pont de Nemours International S.A.
Carouge (Geneva), Switzerland

Du Pont de Nemours Italiana S.p.A.
Milan, Italy

Du Pont de Nemours (Luxembourg) S.A.
Contern, Luxembourg

Du Pont Photolux, S.A.
Luxembourg

Du Pont de Nemours (Nederland) B.V.
Dordrecht, Netherlands

Du Pont Iberica, S.A.
Spain

Du Pont Scandinavia A.B.
Marsta, Sweden

Du Pont de Venezuela C.A.
Caracas, Venezuela

Du Pont do Brasil S.A.
Sao Paulo, Brazil

Du Pont Far East Inc.
Wilmington, Delaware

Du Pont de Nemours (France) S.A.
Paris, France

Du Pont Japan Limited
Japan

Du Pont (Singapore) Electronics Pvt., Ltd.
Singapore

Inland Steel Coal Company
Sierra Coal Company
TAU Laboratories, Inc.

Affiliated Companies

La Dominica, S.A. de C.V. (49% owned)
Mexico, D.F., Mexico

Du Pont Canada, Inc. (73.39% owned)
Montreal, Quebec, Canada

Mitsui Fluorochemicals Company, Ltd. (50% owned)
Tokyo, Japan

Mitsui Polychemicals Company, Ltd. (50% owned)
Tokyo, Japan

Showa Denko Co., Ltd. (50% owned)
Tokyo, Japan

Tetraetilo de Mexico, S.A. (40% owned)
Mexico, D.F., Mexico

Dupont-Toray Co. Ltd. (50% owned)
Tokyo, Japan

Quimica a Fluor, S.A. de C.V. (32.9% owned)
Mexico

Nylon de Mexico, S.A. (40% owned)
Mexico

Butachimie (50% owned)
France

Transfer Agent(s):

E.I. du Pont de Nemours & Company
Finance Department
Nemours Building
10th & Orange Streets
Wilmington, Delaware

Mailing address:
1007 Market Street
Wilmington, Delaware 19898

Stock Exchange(s): New York

Ticker Symbol: DD

Sales & Earnings

	Net Sales (000's)	Net Income (000's)
1987	\$ 30,468,000	\$ 1,786,000
1986	27,148,000	1,538,000
1985	29,483,000	1,118,000
1984	30,559,000	1,431,000
1983	28,794,000	1,127,000

E.I. du Pont de Nemours & Company

	No. of Com. Shares †	Earn. per Share ‡
1987	240,216,000	\$ 7.39
1986	240,527,000	6.35
1985	240,354,000	4.61
1984	239,482,000	5.93
1983	237,767,000	4.70

† Based on the average number of common shares outstanding.

Revenues by Line of Business

	1987 (millions)	1986 (millions)
Petroleum	\$ 11,097	\$ 9,819
Coal & minerals	1,770	1,301
Agricultural & industr. chemicals	3,979	3,396
Polymer prod.	3,811	3,637
Fibers	5,261	4,786
Industr. & cons. prod.	3,284	2,829
Biomedical prod.	1,266	1,150
Total	\$ 30,468	\$ 27,148

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 3.30	—	—
1986	3.05	—	—
1985	3.00	—	—
1984	2.90	—	—
1983	2.50	—	—

Common Stock Equity

	Total Equity ‡ (000's)	Equity Per Share
1987	\$ 14,007,000	\$ 58.65
1986	13,137,000	54.74
1985	12,422,000	51.62
1984	11,996,000	50.06
1983	11,235,000	47.04

‡ After allowing for preferred stock at stated values.

Income Account (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 34,468,000	\$ 27,148,000
Other income	3,14,000	273,000
Total income	\$ 30,792,000	\$ 27,421,000
Cost of sales	17,150,000	15,129,000
Expenses	2,716,000	2,350,000
Deprec., deplet. & amort.	2,225,000	2,119,000
Explor. expenses	459,000	550,000
Res. & develop. expenses	1,223,000	1,156,000
Interest expense	435,000	438,000
Taxes	3,085,000	2,656,000
Gains from sales of businesses	(161,000)	(140,000)
Loss on restruc. of invest.	—	178,000
Inc. before taxes	\$ 3,660,000	\$ 2,985,000
Inc. taxes	1,874,000	1,447,000
Net Income	\$ 1,786,000	\$ 1,538,000

	Assets (000's)	1987	1986
As of Dec. 31			
Cash & marketable securities	\$	756,000	\$ 584,000
Accts. & notes receiv., net		4,376,000	3,771,000
*Inventories		4,342,000	4,253,000
Prepaid expenses		479,000	352,000
Current Assets	\$	9,953,000	\$ 8,960,000
*Investments		541,000	469,000
*Fixed assets		15,854,000	15,697,000
Other assets & investments		1,861,000	1,407,000
Total Assets	\$	28,209,000	\$ 26,733,000
Liabilities (000's)			
Short-term borrowings	\$	1,641,000	\$ 1,625,000
Accts. payable		2,422,000	2,346,000
Accounts		1,689,000	1,482,000
Income taxes		388,000	183,000
Curr. Liabilities	\$	6,140,000	\$ 5,636,000
Long-term debt		3,018,000	3,227,000
Cap. lease oblig.		84,000	89,000
Other liabilities		1,827,000	1,669,000
Minority interest		95,000	90,000
Deferred inc. taxes		2,801,000	2,648,000
+Preferred stock:			
\$4.50 series		167,000	167,000
\$3.50 series		70,000	70,000
++Common stock		398,000	400,000
Add. paid-in capital		4,555,000	4,535,000
Retained earnings		9,054,000	8,202,000
Total Liabilities & Shareholders' Equity	\$	28,209,000	\$ 26,733,000

* Valued at LIFO cost.

‡ Less accumulated depreciation and obsolescence.

+ No par value; cumulative.

++ \$1.66 2/3 par value.

Statistical Summary

%Income bef. Taxes to Sales	12.01	11.00
%Net Income to Sales	5.86	5.67
%Net Income to Equity	12.54	11.30
Sales to Inventories	7.02	6.38
Debt to Equity	0.21	0.24
Working Capital	\$ 3,813,000,000	\$ 3,324,000,000
Current Ratio	1.62	1.39
Shareholders' Equity (000's)	\$ 14,244,000	\$ 13,374,000

DWG Corporation

6917 Collins Avenue
Miami Beach, Florida 33141
(305) 866-7771

Officers: Victor Posner, chairman of the board, president & chief executive officer; Jack Coppersmith, sr. v.p. & chief financial officer; Melvin R. Colvin, sr. v.p.; Bernard I. Posner, sr. v.p.; Russell A. Boyle, group exec. v.p.; Steven Posner, vice chairman; Mitchell V. Gregory, v.p.-finance & principal accounting officer.

Directors: Victor Posner, chairman; Steven Posner, Russell A. Boyle, Melvin R. Colvin, Bernard I. Posner, William L. Pallot, Marco B. Loffredo, Jr., Thomas A. Prendergast, Roger D. Staks.

Business Activities (Textile): Through Graniteville Company, a subsidiary, the Company manufactures, dyes and finishes cotton, synthetic and blended (cotton and polyester) fabrics primarily for the apparel trade and mainly for two consumer end uses: utility wear; and men's, women's and children's sportswear, casual wear and outerwear.

Plant Location(s): Graniteville, Saluda, Warrenville, Vaulse, South Carolina; Augusta, Georgia.

Subsidiaries

Graniteville Company
(51% owned by DWG Corporation and 49% owned by Southeastern Public Service Company)

National Propane Corporation (100% owned)
Distributes and sells liquefied petroleum gas.

Southeastern Public Service Company (64.9% owned)
Provides a variety of services to electrical and telephone utilities and municipalities.

Evanite Fiber Corporation (100% owned)
Manufactures and sells Evanite battery separators, hard-board, built-up roof products for the construction industry and glass fiber for the specialty paper industry.

Home Furnishing Acquisition Corporation (100% owned)
Manufactures and distributes lamps, picture frames and framed graphics, mirrors, home furnishings and serving trays.

Citrus Acquisition Corporation (100% owned)
Processes and distributes citrus products.

Chesapeake Financial Corporation (DWG owns, through subsidiaries, a majority of the outstanding voting securities.)

Principal subsidiaries include Chesapeake Insurance Company Limited, which provides insurance coverage primarily for DWG and affiliated companies, and Royal Crown Companies, Inc., which produces and sells soft drinks, and operates Arby's, a fast food restaurant chain.

Transfer Agent(s)

Harris Trust Company of New York
110 William Street
New York, New York 10038

Stock Exchange(s): American, Pacific

Ticker Symbol: DWG

Sales & Earnings

	Revenue	Net Income †
1987	\$ 1,153,434,000	\$ 18,240,000
1986	1,105,283,000	(8,611,000)
1985	986,398,000	5,641,000
1984	476,820,000	3,271,000
1983	301,874,000	11,919,000
	No. of Com. Shares	Earn. per Share ‡
1987	17,168,000	\$ 0.86
1986	16,890,000	—
1985	13,272,000	0.31
1984	13,361,000	0.16
1983	N.A.	0.76

(T) (a)

N.A. - Not Available.

† Including extraordinary gains of \$2,896,000 (\$0.14 per share) in 1987, \$293,000 in 1986, \$102,000 (\$0.01 per share) in 1985, and \$530,000 (\$0.03 per share) in 1984.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business (000's)

	1987	1986
Textiles	\$ 339,410	\$ 294,738
Liquefied petroleum gas	130,994	144,438
Utility & municipal services	137,656	134,888
Fast food	129,237	123,965
Soft drink	104,815	111,368
Fiber products	81,939	78,224
Other	209,363	217,762
Total	\$ 1,153,434	\$ 1,105,283

Common Stock Equity

	Total Equity ‡	Equity Per Share
1987	\$ 111,888,000	\$ 6.52
1986	92,549,000	5.48

‡ After allowing for preferred stock at liquidation values.

Income Account
(000's)

Year ended Apr. 30	1987	1986
Revenue	\$ 1,153,434	\$ 1,105,283
Cost of sales	856,531	846,896
Expenses	178,310	175,229
Depreciation, depletion & amortization	45,329	45,237
Interest expense	79,361	80,442
Interest income	(3,766)	(3,596)
Other income	(17,418)	(4,814)
Unreal. losses in exc. of unreal. gains on secur.	(754)	345
Real. gains on sales of secur.	—	(493)
Income (loss) before taxes	\$ 15,843	\$ (33,963)
Income taxes (credit)	7,886	(13,696)
Minority interests	(7,695)	(10,791)
Ey. in loss (earnings) of affil.	2,024	(1,263)
Income (loss) from cont. oper.	\$ 13,628	\$ (8,213)
Income from discont. oper.	1,716	412
Net Income (Loss)	\$ 15,344	\$ (7,801)
Extraord. gain	2,896	293
Cons. effect of change in accrual meth.	—	(1,103)
Net Income (Loss) & extraord. gain	\$ 18,240	\$ (8,611)

Assets
(000's)

As of Apr. 30	1987	1986
Cash	\$ 68,836	\$ 23,690
Marketable securities	5,180	4,430
Accts. receiv., net	110,365	106,219
Refundable taxes	5,723	17,492
*Inventories	121,289	145,074
Due from affil.	4,041	7,384
Net assets of discont. oper.	104	8,604
Other curr. assets	14,155	11,407
Current Assets	\$ 329,693	\$ 324,290
Investments	535	1,146
Other investments	9,637	13,439
*Fixed assets	295,245	301,590
Other assets	39,941	27,881
Intangibles	200,565	205,534
Net assets of discont. oper.	—	4,313
Total Assets	\$ 875,656	\$ 878,193

Liabilities
(000's)

Long-term debt, curr.	\$ 128,252	\$ 28,787
Short-term debt	18,387	29,648
Accts. payable	61,015	69,935
Accrued interest	10,776	8,567
Accrued inc. taxes	2,987	5,135
Other current liabilities	30,410	43,228
Curr. Liabilities	\$ 271,827	\$ 185,480

Long-term debt	367,345	476,072
Minority interest	31,634	35,832
Deferred inc. taxes	44,282	32,907
Deposits & other liabilities	42,723	49,326
+Preferred stock:		
\$0.60 preferred	10	11
\$0.35 preferred	1,661	1,671
+Common stock	1,735	1,707
Add. paid-in capital	65,094	60,120
Retained earnings	55,470	37,819
Net unrealized losses on invest.	(5,805)	(2,437)
Treasury stock	(315)	(315)
Total Liabilities & Shareholders' Equity	\$ 875,656	\$ 878,193

* At lower of cost (FIFO & LIFO) or market.
 ‡ Less accumulated depreciation and amortization.
 + \$1 par value; cumulative convertible.
 ++ \$0.10 par value.

Statistical Summary

%Net Income to Equity	13.02	—
Debt to Equity	4.36	5.42
Working Capital	\$ 57,866,000	\$ 138,810,000
Current Ratio	1.21	1.75
Shareholders' Equity	\$ 117,850,000	\$ 98,576,000

Dylex Limited

637 Lake Shore Boulevard West
 Toronto, Ontario M5V 1A8, Canada
 (416) 586-7000

Officers: J. F. Kay, chairman of the board; Wilfred Posluna, president & chief exec. officer; Irving Posluna, exec. vice president & treasurer; Kenneth Aselrod, v.p.-Manchester Clothing; Gordon Edelman, v.p.-Tip Top; Gunter Leverenz, v.p.-distribution; Irving Levine, v.p.-Fairweather; Joel N. Cooper, v.p.-Braemar; Sydney Loftus, v.p.-Dylex Real Estate; Paul Mancini, v.p.-Western Apparel; Jerome A. Corns, v.p.-Tobias Kozin; Lionel Robins, v.p.-Fairweather; Harry Rosen, v.p.-Harry Rosen Men's Wear; Henry Zagdanski, v.p.-Nu Mode Dress; Lynn Posluna, v.p.-Fairweather; Donald J. Evans, v.p.-Tip Top; Mickey Maklin, v.p.-Thrifty's; Harry Steinberg, v.p.-Fairweather; Glenn A. Stonehouse, v.p.-Thrifty's; Norman Shaw, v.p.-M.I.S.; Donald Williams, secretary & chief financial officer.

Directors: Kenneth Aselrod, D. W. Casey, J. F. Kay, S. F. Kay, David Korn, Irving Levine, Sydney Loftus, Irving Posluna, Richard Posluna, Wilfred Posluna, Lionel Robins, Harry Rosen, S. M. Sigel, W. H. Singer, H. J. Stitt, Henry Zagdanski, A. H. Zaidin, Irving Teitelbaum, Gordon Edelman, Donald J. Evans, Russell Jacobson, Donald A. Williams, Wendy Posluna, William Eisenberg.

Business Activities: Engaged in the specialty merchandising of apparel with women's, men's and family retail clothing stores located throughout Canada. Stores operated under such names as Fairweather, Big Steel Man, Braemar, Ruby's, Suzy Shier/L.A. Express, Tip Top, Harry Rosen, Thrifty's, T. Edwards, B.H. Emporium and Bi-Way. Manufactures women's and children's coats and dresses marketed under such brand names as "Young Canadian", "Thunder Bay", "Picknit", and "Nu Mode", men's and women's sweaters and men's casual clothing. The Shoe Shoppe, in which Dylex has a 50% interest, operates Ruby's, Fantasia, Diva, and Festers free standing shoe stores and shoe departments. Dylex holds a 50% interest in Town & Country, a chain of sports and casual women's wear stores, and a 48.03% interest in Drug World, which operates six drug stores in Ontario, Canada. In the U.S., the Company operates Wet Seal and Foamor young women's apparel stores, Club International men's clothing stores, and NBO off-price clothing stores.

Trademarks and/or Brand Names: New Editions, Nu-Mode, Posluna, Shapes, Signature Collection, Forsyth, Pierre Cardin, Leishman, Nino Carruti, Henley, Target Apparel, Angels Flight, Picknit, Thunder Bay, Young Canadian.

Divisions and Subsidiaries

Manchester Children's Wear
 9494 St. Laurent Boulevard
 Montreal, Quebec H2N 1P4
 Specializes in the manufacture of women's coats.

National Knitting Mills Company
 1485 Dupont Street
 Toronto, Ontario M6P 3S2
 Manufactures men's and women's sweaters.

San Remo Knitting Mills Inc. (75% owned)
 5333 Casgrain Street
 Montreal, Quebec H3T 1X3
 Manufactures men's casual clothing.

Forsyth Trading Company (26.67% interest)
 36 Horner Avenue
 Toronto, Ontario M8Z 5Y1

Irving Posluna Sportswear
 637 Lakeshore Boulevard West
 Toronto, Ontario M5V 1A8
 Coat manufacturers.

Manchester Manufacturing Inc. (42% interest)
 P.O. Box 107 Bridge Street
 Colebrook, New Hampshire 03476

Nu Mode Dress (75% interest)
 530 Adelaide Street West
 Toronto, Ontario M5V 2K7
 Manufactures women's dresses.

Paulman International Apparel Ltd. (75% owned)
 955 Weston Road
 Toronto, Ontario M6N 3R4

Shane Knit Ltd. (50% owned)
 456 Alliance Avenue
 Toronto, Ontario M6N 2J2
 Manufactures men's and women's sweaters.

Suzy Shier Inc. (50.1% owned)
 1604 St. Regis Boulevard
 Dorval, Quebec H9P 1H6

B. H. Emporium
 637 Lakeshore Blvd. West
 Toronto, Ontario M5V 1A8

Big Steel Man
 637 Lakeshore Blvd. West
 Toronto, Ontario M5V 1A8

Bi-Way Stores Limited
 115 Commander Blvd.
 Scarborough, Ontario M1S 3M7

Braemar
 637 Lakeshore Blvd. West
 Toronto, Ontario M5V 1A8

Town & Country/Petiss (50% owned)
 4100 Weston Road
 Toronto, Ontario M9L 2Y6

Fairweather
 637 Lakeshore Blvd. West
 Toronto, Ontario M5V 1A8

NBO Stores, Inc. (50% interest)
 60 Enterprise Avenue
 Secaucus, New Jersey

Harry Rosen Inc. (51% owned)
 111 Richmond Street West
 Toronto, Ontario M5H 2Q4

Target Apparel
 (Integrated Manufacturing)
 965 Weston Road
 Toronto, Ontario M6N 3R4

The Shoe Shoppe Limited (50% owned)
 85 Scarsdale Road
 Don Mills, Ontario M3B 2R2

Thrifty Riding & Sport Shop Limited
 637 Lakeshore Blvd. W.
 Toronto, Ontario M5V 1A8

Dylex Limited

Tip Top Tailors
637 Lakeshore Blvd. West
Toronto, Ontario M5V 1A8

Weston Apparel Manufacturing
(Integrated Manufacturing)
965 Weston Road
Toronto, Ontario M6N 3R4

Brooks Fashion Stores Inc. (48.5% interest)
370 Seventh Avenue
New York, New York 10001

The West Seal Inc. (86.8% owned by Suzy Shier Inc.)
1852 Kainer
Irvine, California 92714

Club International, Inc.
Fox Valley Shopping Centre
Highway 59 & 63
Aurora, Illinois 60505

Foxmoor Specialty Stores Corporation
393 Manley Street
West Bridgewater, Massachusetts 02379

Drug World (48.03% interest)

T. Edwards (48.5% interest)

Transfer Agent(s):

The Royal Trust Company
Toronto, Ontario, Canada

Stock Exchange(s): Toronto, Montreal

Ticker Symbols: DLX

Sales & Earnings

	Net Sales (000's)	Net Income ‡ (000's)
1987	\$ 1,299,856	\$ (117,821)
1986	1,208,600	25,118
1985	1,082,131	46,753
1984	926,676	41,196
1983	822,404	31,484

	No. of Com. Shares #	Earn. per Share ‡ #
1987	49,127,000	\$ —
1986	48,047,000	0.51
1985	46,689,000	1.00
1984	46,689,000	0.88
1983	44,232,000	0.71

(Loss)
‡ Before extraordinary items.
Based on the average number of common shares and Class A shares combined adjusted to reflect stock split.

Revenues by Line of Business

	1987 (000's)	1986 (000's)
Retail	\$ 1,228,086	\$ 1,120,658
Fashion manufacturing	71,770	87,942
Total	\$ 1,299,856	\$ 1,208,600

Common Stock

	Cash Dividend ‡	Stock Dividend	Stock Split
1987	\$ 0.20	—	—
1986	0.20	—	—
1985	0.19	—	3-for-1
1984	0.17	—	—
1983	0.13	—	—

‡ On common and Class A shares; adjusted to reflect stock split.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 355,052,000	\$ 7.23
1986	336,617,000	7.01
1985	269,031,000	5.76
1984	225,636,000	4.83
1983	190,221,000	4.30

‡ Based on the average number of common shares and Class A shares combined adjusted to reflect stock split.

Income Account (000's)

Year ended	1/30/88	1/31/87
Net sales	\$ 1,299,856	1,208,600
Cost of sales	1,175,865	1,091,415
Depreciation & amortization	27,872	24,782
Interest expense	27,548	15,382
Interest income	(13,363)	(7,559)
Income before taxes	\$ 81,934	\$ 84,580
Income taxes	41,610	42,513
Loss (income) from invest.	1,726	(6,946)
Minority interest	3,468	3,334
Loss & writedowns of invest. in Brooks Fashion	152,951	20,561
Net Income (Loss)	\$ (117,821)	\$ 25,118
Extraord. gain	—	1,115
Net Income (Loss) & extraord. gain	\$ (117,821)	\$ 26,233

Assets (000's)

As of	1/30/88	1/31/87
Cash & short-term deposits	\$ 216,890	\$ 135,282
Accts. receiv., net	25,086	24,780
Sundry debtors	2,640	759
*Inventories	174,372	144,711
Prepaid expenses	4,779	4,504
Deferred income taxes	2,370	—
Current Assets	\$ 426,337	\$ 310,036
Investments	113,039	220,327
*Fixed assets	73,819	67,892
Leased assets under cap. leases	72,659	64,551
Intangibles	17,497	13,572
Total Assets	\$ 703,351	\$ 676,378

Liabilities

Long-term debt, curr.	886	1,645
Accts. payable & accruals	126,537	117,050
Income & other taxes	18,032	23,959
Oblig. under cap. leases curr.	16,514	14,104
Cur. Liabilities	\$ 161,969	\$ 156,758
Long-term debt	112,731	117,788
Oblig. under cap. leases	57,797	51,013
Minority interest	15,802	14,075
Deferred inc. taxes	—	127
Convertible debentures	190,875	—
+ Common stock	1,687	1,687
+ Class A Stock	89,750	89,750
+ Class C Stock	51,495	51,495
Add. paid-in capital	1,435	1,437
Ex. trans. adjust.	(3,952)	1,254
Retained earnings	63,762	190,974
Total Liabilities & Shareholders' Equity	\$ 703,351	\$ 676,378

* At lower of cost and net realizable value. Mfg. inventories at lower of cost (FIFO) and net realizable value.
Less accumulated depreciation.
+ No par value.

Statistical Summary

% Income bef. Taxes to Sales	6.30	7.00
% Net Income to Sales	—	2.08
% Net Income to Equity	—	7.46
Sales to Inventories	7.43	8.35
Debt to Equity	0.53	0.55
Working Capital	\$ 264,368,000	\$ 153,278,000
Current Ratio	2.63	1.98
Shareholders' Equity	\$ 355,052,000	\$ 336,617,000

Eagle Clothes, Inc.

10 West 33rd Street
New York, New York 10001
(212) 947-6635

Officers: Mortimer H. April, chairman of the board & chief executive officer; Marvin A. Blumenfeld, president & chief operating officer; Arthur M. Chase, executive vice president; Robert Kuhn, executive vice president; Roy Marcus, sr. v.p. & chief financial officer; Harvey Casher, treasurer & secretary.

Directors: Mortimer H. April, chairman of the board; Marvin A. Blumenfeld, Arthur M. Chase, Walter Feldesman, Louis Green, Louis Kuhn, Robert L. Kuhn, Robert Lamb, Stanley Simon, Frank Zolfo.

Business Activities: Designs, manufactures (through sub-contractors) and markets men's suits, slacks, and sport-coats primarily under the "Eagle" and "Giorgio Sant' Angelo" trade names. The Company is also engaged in providing merchandise and merchandising and consulting services to "off-price" menswear retailers, and is a promoter and liquidator of merchandise for special situations and troubled companies.

Trademarks and/or Brand Names: College Hall, Eagle Clothes, Eagle University, Etienne Carron, Giorgio Sant' Angelo, Golden Eagle, Middishade, Sussex, Witty Bro.

Divisions and Subsidiaries

Eagle Clothes Division
April-Marcus, Inc.

Transfer Agent(s):

American Stock Transfer Company
99 Wall Street
New York, New York 10005

Stock Exchange(s): American

Ticker Symbol: EGL

Sales & Earnings

	Net Revenues	Net Income ‡
1987	\$ 121,731,000	\$ 826,000
1986	113,099,000	(1,490,000)
1985	97,040,000	1,299,000
1984	104,307,000	2,211,000
1983	96,559,000	3,312,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	7,714,373	\$ 0.11
1986	6,273,683	—
1985	6,427,891	0.20
1984	6,266,346	0.35
1983	5,000,000	1.05

(Loss)
‡ Including extraordinary gains of \$493,000 (\$0.07 per share) in 1987, \$177,000 (\$0.03 per share) in 1986, \$797,000 (\$0.12 per share) in 1985, \$676,956 (\$0.11 per share) in 1984 and \$2,743,000 (\$0.55 per share) in 1983.
‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenue by Line of Business

	1987	1986
Merchandising & consulting	\$ 106,222,000	\$ 102,364,000
Retailing	39,698,000	34,225,000
Mfg. & wholesaling	11,640,000	9,947,000
Eliminations	(35,829,000)	(23,437,000)
Total	\$ 121,731,000	\$ 113,099,000

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 22,109,731	\$ 2.87
1986	21,281,940	3.39
1985	23,113,897	3.40
1984	21,984,246	3.51

† After allowing for preferred stock at par value.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account*

Year ended July 31	1987	1986
Net revenue	\$ 121,731,241	\$ 113,098,504
Cost of sales	88,771,179	90,035,737
Expenses	30,641,522	23,196,315
Interest expense	1,563,671	1,474,528
Amort. of acq. cost over value of assets acq.	80,318	38,916
Income (loss) bef. taxes	\$ 674,551	\$ (1,666,992)
Income taxes	342,000	—
Net Income (Loss)	\$ 332,551	\$ (1,666,992)
Extraord. gain	493,000	177,000
Net Income (Loss) & extraord. gain	\$ 825,551	\$ (1,489,992)

* Included in Costs and Expenses, Depreciation and Amortization: \$745,754 in 1987 and \$570,064 in 1986.

Assets

As of Jul. 31	1987	1986
Cash	\$ 940,250	\$ 1,127,829
Accts. receiv., net	8,338,276	6,021,128
*Inventories	39,459,263	38,649,847
Other curr. assets	1,856,442	1,331,373
Current Assets	\$ 50,594,231	\$ 47,130,177
*Fixed assets	3,218,338	2,172,750
Notes receivable	3,236,000	3,236,000
Other assets	1,557,616	2,061,930
Intangibles	2,192,203	1,578,489
Total Assets	\$ 60,798,388	\$ 56,179,346

Liabilities

Notes payable	\$ 8,000,000	\$ 6,500,000
Accts. payable	14,427,073	12,822,088
Income taxes	1,745,242	1,658,773
Curr. Liabilities	\$ 24,172,315	\$ 20,980,861
Long-term debt	5,080,290	4,307,975
Accr. advances	8,905,052	8,898,330
Income taxes payable	531,000	708,000
+Preferred stock	8,150,000	6,650,000
Add. paid-in capital	16,109,173	17,606,933
Retained earnings (deficit)	(1,025,126)	(1,850,677)
Treasury stock	(1,124,316)	(1,124,316)
Total Liabilities & Shareholders' Equity	\$ 60,798,388	\$ 56,179,346

* At lower of cost (FIFO) or market.

‡ Less accumulated depreciation.

† \$1 per value.

Statistical Summary

%Income bef. Taxes to Sales	0.55	—
%Net Income to Sales	0.27	—
%Net Income to Equity	1.30	—
Sales to Inventories	3.08	2.93
Debt to Equity	0.39	0.51
Working Capital	\$ 26,421,916	\$ 26,149,316
Current Ratio	2.09	2.25
Shareholders' Equity	\$ 22,109,731	\$ 21,284,180

Eastman Kodak Company

343 State Street
Rochester, New York 14650
(716) 724-4000

Officers: Colby H. Chandler, chairman of the board & chief executive officer; Kay R. Whitmore, president; J. Phillip Samper, vice chairman; Dennis M. Deleo, v.p. & director-corporate commercial affairs; David J. Metz, v.p. & dir.-corp. communications & public affairs; Robert L. Long, v.p. & dir.-corp. planning; Toy F. Reid, exec. v.p. & gen. mgr.-Eastman Chemicals Div.; Leo J. Thomas, sr. v.p. & gen. mgr.-Life Sciences Div.; Cecil D. Quillen, Jr., sr. v.p. & general counsel; Paul L. Smith, sr. v.p. & dir.-finance & adm.; C. Michael Hamilton, treasurer; George D. Lord, v.p. & dir.-financial planning; Julian M. Gordon, general comptroller; William L. Sutton, sr. v.p. & dir.-corp. relations; John R. McCarthy, v.p.-personnel relations; Andrew Donovan, secretary; Edwin F. Przytylowicz, sr. v.p. & dir.-research; William F. Fowble, sr. v.p. & gen. mgr.-mfg.; Frank P. Strong, group v.p. & gen. mgr.-diversified technologies; Lawrence J. Matteson, group v.p. & gen. mgr.-commercial and information systems; Wilbur J. Prezzano, group v.p. & gen. mgr.-photographic products; Cornelius J. Murphy, sr. v.p. & gen. mgr.-customer and marketing support operations; R. Frederick Porter, v.p. & dir.-litigation operations.

Directors: Colby H. Chandler, chairman; Walter A. Fallon, Juanita M. Kreps, Roger E. Anderson, Cecil D. Quillen, Jr., Charles T. Duncan, Toy F. Reid, John G. Smale, William L. Sutton, Kay R. Whitmore, J. Phillip Samper, David S. Saxon, Paul L. Smith, John F. Burlingame, Richard S. Braddock, John J. Phelan, Jr..

Business Activities: Develops, manufactures and markets still and motion picture cameras and projectors, lenses, microfilming units, and professional photographic equipment; photographic films, papers, plates and chemicals; business equipment and related products, including copier-duplicators; radiographic products; light-sensitive materials for scientific use, positive-working photoresists for fabricating circuit boards, duplicating plates for making negative copies of printed circuits; man-made fibers, industrial chemicals and plastics.

Textile-related products include Kodol polyester staple fiber, Kodol polyester filament yarn, Estron acetate yarn, Chromspun solution-dyed acetate yarns, use in apparel, apparel fabrics, home furnishings, fiberfill, non-wovens, and industrial applications.

Textile Trademarks and/or Brand Names: Arloft, Chromspun, Eastman, Eastobond, Eastobruite, Eastone, Eastrobond, Eastron, SLR, Kodasoff, Kodofill, Kodol, Loftura, Verel.

Divisions and Subsidiaries:

Photographic and Information Management Division
Life Sciences Division
Bio-Products Division
Laboratory & Research Products Division
Pharmaceuticals Division
Clinical Products Division
Health Sciences Division
Mass Memory Division

Kodak Park Division
1669 Lake Avenue
Rochester, New York 14650
(716) 458-1000

Kodak Apparatus Division
901 Elm Grove Road
Rochester, New York 14650
(716) 724-4000

Business Imaging Systems Division
343 State Street
Rochester, New York 14650
(716) 724-4000

Motion Picture and Audiovisuals Products Division
343 State Street
Rochester, New York 14650
(716) 724-4000

Consumer Products Division
343 State Street
Rochester, New York 14650
(716) 724-4000

Graphics Imaging Systems Division
343 State Street
Rochester, New York 14650
(716) 724-4000

Photofinishing Systems Division
343 State Street
Rochester, New York 14650
(716) 724-4000

Eastman Technology, Inc.
343 State Street
Rochester, New York 14650
(716) 724-4000

Professional Photography Division
343 State Street
Rochester, New York 14650
(716) 724-4000

Customer Equipment Services Division
800 Lee Road
Rochester, New York 14650
(716) 458-6143

Eastman Chemicals Division
343 State Street
Rochester, New York 14650
(716) 724-4000

Arkansas Eastman Company
P. O. Box 2357
Batesville, Arkansas 72501
(501) 698-1811

Carolina Eastman Company
P. O. Box 1782
Columbia, South Carolina 29202
(803) 794-9200

Tennessee Eastman Kodak
P. O. Box 511
Kingsport, Tennessee 37662
(615) 246-2111

Texas Eastman Company
P. O. Box 7444
Longview, Texas 75601
(214) 757-6611

Eastman Gelatine Corporation
227 Washington Street
Peabody, Massachusetts 01960
(617) 531-1700

Atex, Inc.
Bedford, Massachusetts

Kodak Canada Inc.
3500 Eglinton Avenue West
Toronto, Ontario M6M 1V3, Canada
(416) 766-8233

Kodak Limited
P. O. Box 66
Kodak House, Station Road, Hemel Hempstead
Hertfordshire HP1 1JU, England

Kodak-Pathe S.A.
8-26 rue Villot
Paris, Cedex 12 75008, France

Kodak A.G.
Postfach 369
7000 Stuttgart 60, Germany

Kodak (Australia) Pty. Ltd.
173-3058 Elizabeth Street
Coburg, Victoria, Australia

Eastman Kodak Company

Kodak Brasileira C.L.L.
Av. Brigadeiro Faria Lima, 1815, 7th Floor
Caixa Postal 225
Sao Paulo 01000, Brazil

Datatape Division
Manufactures high-technology digital & analog recording equipment.

Eastman Kodak International Sales Corporation

Torrey Pines Realty Company, Inc.

Garlic Development Corporation

Kodak Programs, Inc.

Cyclotomics, Inc.

Diconix, Inc.

Ektron Applied Imaging, Inc.

Qualis Photofinishing Company

Eastman Chemical Products, Inc.

Holston Defense Corporation

Mustang Pipeline Company

Pinto Pipeline Company of Texas

Kodak International Management Corp.

Kodak Processing Laboratory, Inc.

Eastman Kodak Communications, Inc.

Eastman Chemical International Ltd.

Eastman Chemical Brasileira Ltda.

Eastman Chemical International, A.G.

Eastman Fibers Limited

Kodak Argentina, Ltd.

American Photo, S.A.

Kodak Chile S.A.F.

Foto Interamericana de Colombia, Ltd.

Kodak Mexicana, Ltd.

Kodak Panama, Ltd.

Kodak Export Limited

Laboratorios Kodak Limitada

Foto Interamericana de Peru, Ltd.

Kodak Caribbean, Limited

Kodak Uruguay, Ltd.

Foto Interamericana de Venezuela, S.A.

Verbatim Corporation

Manufacturer and marketer of flexible disks for use in computers and word processing systems.

Eikonix Corporation

Designs and manufactures digital image-processing equipment.

Fox Photo, Inc.

A photofinisher which operates wholesale photo labs and mini labs in 23 states.

Acquisitions(s):

American Photographic Group

A wholesale photofinishing company operating in 17 states.

Sterling Drug Inc.

90 Park Avenue

New York, New York 10016

(212) 907-2000

A major pharmaceutical firm.

Transfer Agent(s):

Lincoln First Bank, N.A.

P.O. Box 1250

Rochester, New York 14603

Stock Exchange(s):

New York, Midwest, Pacific, Boston,

Philadelphia, Paris, London, Tokyo.

Ticker Symbol: EK

Sales & Earnings

	Net Sales (000's)	Net Income (000's)
1987	\$ 13,305,000	\$ 1,178,000
1986	11,590,000	374,000
1985	10,631,000	332,000
1984	10,600,000	923,000
1983	10,170,000	365,000

No. of Com.
Shares +

Earn. per
Share \$

1987	324,100,000	\$ 3.52
1986	334,700,000	1.10
1985	334,500,000	0.97
1984	350,000,000	2.54
1983	372,500,000	1.52

+ Adjusted to reflect stock splits.

* Based on the average number of shares outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 1.71	—	3-for-2
1986	1.63	—	—
1985	1.62	—	3-for-2
1984	1.60	—	—
1983	1.58	—	—

+ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity (000's)	Equity Per Share \$
1987	\$ 6,013,000	\$ 18.55
1986	6,398,000	18.86
1985	6,562,000	19.39
1984	7,137,000	20.39
1983	7,520,000	20.19

* Adjusted to reflect stock splits.

Income Account *

Year ended	12/27/87	12/28/86
Net sales	\$ 13,305,000	\$ 11,590,000
Cost of sales	8,004,000	7,613,000
Expenses	3,190,000	2,693,000
Unusual charges	—	520,000
Oper. profit	\$ 2,111,000	\$ 724,000
Investment income	83,000	129,000
Total	\$ 2,194,000	\$ 853,000
Interest exp.	181,000	200,000
Other expense	29,000	35,000
Income before taxes	\$ 1,984,000	\$ 598,000
Income taxes	806,000	224,000
Net income	\$ 1,178,000	\$ 374,000

* Included in Costs and Expenses, Depreciation and Amortization: \$995,000,000 in 1987 and \$975,000,000 in 1986.

Assets (000's)

As of	12/27/87	12/28/86
Cash	\$ 368,000	\$ 145,000
Marketable securities	586,000	468,000
Receiv., net	3,086,000	2,363,000
*Inventories	2,178,000	2,072,000
Deferred inc. taxes	326,000	348,000
Prepaid expenses	151,000	215,000
Current Assets	\$ 6,695,000	\$ 5,811,000
*Fixed assets	6,663,000	6,276,000
Other assets	1,093,000	815,000
Total Assets	\$ 14,451,000	\$ 12,902,000

Liabilities (000's)

Payables	\$ 3,549,000	\$ 3,440,000
Dividends payable	146,000	142,000
Income & other taxes	380,000	209,000
Cur. Liabilities	\$ 4,075,000	\$ 3,791,000

Long-term borrowings	2,212,000	911,000
Other liabilities	743,000	603,000
Deferred inc. taxes	1,408,000	1,209,000
+ Common stock	933,000	622,000
Add. paid-in capital	—	314,000
Retained earnings	7,139,000	6,533,000
Treasury stock	(2,059,000)	(1,081,000)

Total Liabilities & Shareholders' Equity	\$ 14,451,000	\$ 12,902,000
--	---------------	---------------

* At cost which is not in excess of market. U.S. inventories at LIFO; foreign at FIFO or average.
* Less accumulated depreciation.
+ \$2.50 par value.

Statistical Summary

%Income bef. Taxes to Sales	14.91	5.18
%Net Income to Sales	8.83	3.24
%Net Income to Equity	19.39	5.85
Sales to Inventories	6.11	5.57
Debt to Equity	0.37	0.14
Working Capital	\$ 2,630,000	\$ 2,030,000
Current Ratio	1.64	1.33
Shareholders' Equity	\$ 6,013,000	\$ 6,398,000

E&B Marine Inc.

201 Meadow Road
P.O. Box 747
Edison, New Jersey 08818
(201) 819-7400

Officers: Gerald Bench, chairman of the board, president & chief executive officer; Frederick H. Bond, Jr., executive v.p., chief financial officer & treasurer; Robert Defonte, sr. v.p. & secretary; Charles Goldberg, president-Goldberg's Marine Distributors, Inc.; Russell Hoyt, v.p.-retail operations; Brian Dunn, v.p.-product management; Richard Goldberg, v.p.-marketing; Daniel B. Morris, controller & asst. treasurer; Thomas Orabowski, director-security & retail audit; Maureen Mead, director-merchandise control; Jack Morris, director-real estate; Andrew Riegler, director-management information systems; Mark Sade, director-mail order.

Directors: Gerald Bench, chairman of the board; Frederick H. Bond, Jr., Charles Goldberg, Robert Defonte, Robert Bench, Thomas M. Haythe, Peter L. Richard, Ronald P. Vogel, John H. Weiland.

Business Activities: The Company markets a line of soft-goods merchandise that includes jackets, sweaters and similar outerwear clothing in addition to boating shoes and foul weather gear. These products are marketed under the names 'Made for a Life at Sea', 'Norlantic', 'North Atlantic Trading Co.', and 'James Bliss', and are sold primarily through the Company's 30 marine retail outlets in nine eastern states, and through direct mail.

Trademarks and/or Brand Names: Made for a Life at Sea, Norlantic, North Atlantic Trading Co., James Bliss.

Subsidiaries

Goldberg's Marine Distributors
James Bliss & Co., Inc.
E&B Marine Supply Inc.
Central Marine Supply Inc.
SeaRanger

Transfer Agent(s):

Manufacturers Hanover Trust Co.
450 West 33rd Street
New York, New York 10001

Stock Exchange(s): Over-the-Counter, (Boston)

Ticker Symbol: EBMI (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$ 84,512,000	\$ (4,904,000)
1986	80,534,000	(1,661,000)
1985	56,374,000	1,301,000
1984	39,356,000	1,509,000
1983	31,312,000	1,896,000
	No. of Com. Shares †	Earn. per Share ‡
1987	1,986,000	\$ —
1986	1,980,000	—
1985	2,065,000	0.63
1984	2,328,000	0.65
1983	2,038,000	0.93

(Loss)

† Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 5,678,000	\$ 2.86
1986	10,467,000	5.29
1985	11,955,000	5.79
1984	14,843,000	6.38
1983	13,333,000	6.54

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account*

Year ended Dec. 31	1987	1986
Net sales	\$ 84,511,627	\$ 80,523,859
Cost of sales	55,124,064	51,527,952
Expenses	33,460,013	29,730,418
Interest expense	2,831,601	2,151,089
Loss bef. taxes	\$ (6,904,051)	\$ (2,883,600)
Tax credit	(2,000,000)	(1,225,000)
Net Loss	\$ (4,904,051)	\$ (1,660,600)

* Included in Costs and Expenses, Depreciation and Amortization: \$1,097,053 in 1987 and \$1,008,139 in 1986.

Assets

As of Dec. 31	1987	1986
Cash	\$ 605,049	\$ 872,029
Accts. receiv. net	948,518	1,248,997
Refundable taxes	2,280,045	3,031,440
* Inventories	16,083,083	21,090,000
Prepaid expenses	1,062,123	1,394,211
Loans receivable	52,759	598,575
Current Assets	\$ 20,931,577	\$ 28,195,252
Notes receivable	730,000	730,000
* Fixed assets	5,302,281	4,965,808
Customer loans	3,558,879	4,034,775
Other assets	1,357,580	2,132,406
Intangibles	7,796,999	8,007,887
Loans receivable	906,637	—
Total Assets	\$ 40,503,953	\$ 48,086,128

Liabilities

	1987	1986
Notes payable	\$ —	\$ 7,271,905
Long-term debt, curr.	78,134	1,506,884
Accts. payable & accruals	6,695,562	8,369,783
Curr. Liabilities	\$ 6,773,696	\$ 17,148,572

Revolving line of credit	11,500,000	—
Notes payable	710,000	—
Conv. debentures	730,000	730,000
Long-term debt	15,092,342	19,548,602
Deferred inc. taxes	—	171,700
+ Common stock	23,198	23,156
Add. paid-in capital	10,028,883	10,002,963
Retained earnings (deficit)	(272,237)	4,631,814
Treasury stock	(1,436,304)	(1,436,304)
Value assigned to unissued comp.	(665,622)	(754,375)
Total Liabilities & Shareholders' Equity	\$ 40,503,953	\$ 48,086,128

* At lower of cost (FIFO) or market.

† Less accumulated depreciation and amortization.

‡ \$0.01 per value.

Statistical Summary

Sales to inventories	5.25	3.83
Debt to Equity	2.67	2.71
Working Capital	\$ 14,157,881	\$ 11,046,680
Current Ratio	3.09	1.64
Shareholders' Equity	\$ 5,677,915	\$ 10,467,234

Elders IXL Limited

One Garden Street, South Yarra
Victoria 3141, Australia
249 2434

Directors: J. D. Elliott* **, chairman & chief executive & chairman of the board executive committee, Eld; J. M. Baillieu*, deputy chairman; P. T. Bartels, chief exec.-Elders Brewing Group; K. C. Jarrett, chief exec.-Elders Finance Group Limited; M. R. Nugent, chief exec.-Elders Agribusiness Group; G. F. Lord**, managing director-Elders Resources Limited; K. R. Higgins, group dir.-adm. & services, Elders IXL Grp & dir.-Elders Resources Ltd.; A. G. McOrphey **, deputy chairman-Elders Finance Group Limited; E. A. Burton **, D. I. Darling **, O. R. Goss **, I. M. McLachlan*, S. B. Myer*, P. D. Scanlon*, B. T. Loeon, G. M. Niall, Edward Williams.

* Member of the Executive Committee

** Director of Elders Finance Group Limited

Business Activities: The activities of the Company are carried out through four operating groups: Brewing, Agribusiness, Finance, and Resources. Textile-related operations are conducted through Elders International Wool Division, which is the largest purchaser, processor and exporter of wool in Australia. This division is also involved in trading and processing other natural fibres.

Textile Subsidiaries

Elders International Wool (UK) Limited
Elders International Wool Pty. Ltd.

Share Register(s):

Price Waterhouse
5th Floor, 215 Spring Street
Melbourne 3000, Australia

Lloyds Bank PLC

Goring-by-Sea

Worthing

West Sussex BN12 6DA, England

Stock Exchange(s): Melbourne, Sydney, Adelaide, Brisbane, Perth, Hobart, London, New Zealand, Amsterdam, Frankfurt.

Sales & Earnings x

	Net Sales (000's)	Net Income † (000's)
1987	\$ 10,560,000	\$ 480,622
1986	7,659,000	349,630
1985	4,995,000	202,214
1984	3,582,000	N.A.
1983	3,694,000	N.A.

No. of Com. Shares

Earn. per Share ‡

1987	779,445,111	\$ 0.56
1986	333,877,166	0.36
1985	N.A.	0.24
1984	N.A.	0.16
1983	N.A.	0.14

N. A. - Not Available.

x All figures stated in Australian dollars.

† Including extraordinary losses of \$3,706,000 in 1987 and \$2,436,000 in 1986.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business (000's)

	1987	1986
Brewing	\$ 3,423,867	\$ 1,583,735
Agribusiness	5,883,831	5,205,049
Finance	686,890	553,159
Resources	3,184	—
Investments & other	562,555	314,722
Total	\$ 10,560,327	\$ 7,658,665

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.18	—	—
1986	0.14	—	—
1985	0.12	—	—
1984	0.09	—	—
1983	0.07	—	—

Common Stock Equity

	Total Equity (000's)	Equity Per Share
1987	\$ 2,094,000	\$ 2.69
1986	761,000	2.28
1985	586,000	—
1984	491,000	—
1983	415,000	—

Income Account (000's)

Year ended June 30	1987	1986
Net sales	\$ 10,560,327	\$ 7,658,665
Cost of sales	3,277,014	2,306,421
Expenses	6,623,430	1,877,859
Share of profit of assoc. cos.	—	(29,052)
Depreciation & amortization	112,743	51,009
Doubtful debts & its fluctuations	82,778	23,857
Auditors' charges	4,801	3,311
Interest expense	742,859	3,771,615
Bad debts	10,175	2,688
Gain on sale	(116,437)	(80,964)
Interest income	(549,995)	(486,520)
For each	(3,818)	42
Other income	—	(40,000)
Income before taxes	\$ 396,777	\$ 236,849
Income taxes	41,572	27,577
Minority interest	1,869	4,622
Net income	\$ 353,336	\$ 204,650
Extraord. loss	(1,706)	(2,436)
Net income & extraord. loss	\$ 349,630	\$ 202,214

Elders IXL Limited

Assets (000's)		
As of June 30	1987	1986
Cash	\$ 329,327	\$ 733,609
Accts. receiv., net	722,041	416,901
*Inventories	2,418,739	187,400
Current Assets	\$ 3,470,127	\$ 1,357,910
Investments	2,533,902	2,157,774
\$ Fixed assets	2,764,337	969,276
Other assets	502,596	112,748
Finance subid.	403,153	197,680
Total Assets	\$ 9,663,735	\$ 4,795,388

Liabilities (000's)		
Long-term debt, curr.	\$ 167,970	\$ 140,485
Accts. payable	1,115,797	567,122
Income taxes	105,016	2,305
Dividends	54,957	35,500
Other current liabilities	210,760	23,864
Curr. Liabilities	\$ 1,654,500	\$ 769,476
Long-term debt	3,121,111	1,890,500
Deferred inc. taxes	399,721	70,486
Other provisions	83,153	2,034
Other liabilities	192,365	19,464
+Preferred stock	10,000	10,000
+Common stock	882,099	333,984
Reserves	2,171,008	1,517,336
Minority interest	55,274	13,681
Convertible bonds	1,090,504	168,427
Total Liabilities & Shareholders' Equity	\$ 9,663,735	\$ 4,795,388

* At lower of cost or net realizable value.
 \$ Less accumulated depreciation.
 + \$0.10 per value.
 ++ \$1 per value.

Statistical Summary

%Income bef. Taxes		
to Sales	3.76	3.09
%Net Income to Sales	3.35	2.67
%Net Income to Equity	11.33	10.91
Sales to Inventories	4.37	40.87
Debt to Equity	1.05	1.08
Working Capital	\$ 1,815,627,000	\$ 588,434,000
Current Ratio	2.10	1.76
Shareholders' Equity	\$ 3,118,381,000	\$ 1,875,001,000

Ensign Clothing Limited

Hyde Street
 Cape Town 8001, Republic of South Africa
 45-5685

P.O. Box 1998
 Cape Town 8000, Republic of South Africa

Officers: Ronald Roy B. Com, chairman & managing director; Dennis Roy, deputy managing director; David de Waal Meyer, Charles Gordon Revier, Alan Michael Bassett, secretary.

Business Activities: Manufactures protective clothing, including overalls, uniforms and rainwear, and leisurewear.

Trademarks and/or Brand Names: Salvage, Strollers, Salmon, Ensign, Macbean.

Plant Locations: Cape Town & Atlantis, Republic of South Africa

Subsidiaries

Macbean African Outfitters (Pty.) Ltd.
 P.W. Hall (Africa) Pty. Ltd.
 Athol American Shirt Company (Pty.) Ltd.
 Benmor Clothing Manufacturers (Pty.) Ltd.

Sales & Earnings

	Net Sales	Net Income
1986	N.A.	R472,000
1985	N.A.	341,000
1984	N.A.	498,000
1983	N.A.	598,000
1982	N.A.	96,000

	No. of Com. Shares	Earn. per Share
1986	640,000	R0.68
1985	640,000	0.48
1984	640,000	0.72
1983	640,000	0.87
1982	640,000	0.11

N.A. - Not available.
 R - South African rand.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	R0.22	—	—
1985	0.15	—	—
1984	0.25	—	—
1983	0.25	—	—
1982	0.05	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1986	R3,519,000	R8.36
1985	5,214,000	7.90
1984	4,995,000	7.57
1983	4,684,000	7.10
1982	4,273,000	6.67

Income Account

Year ended Dec. 31	1986	1985
Turnover-%Change over previous year	+9.6%	+15.9%
Income before interest and taxes	R953,750	R684,272
Interest expense	132,032	221,488
Income before taxes	R821,718	R462,784
Income taxes	349,257	122,038
Net Income	R472,461	R340,746

* Included in Costs and Expenses, Depreciation: R280,490 in 1986 and R192,684 in 1985.

Assets

As of Dec. 31	1986	1985
Accts. receiv. net	R3,629,235	R3,773,790
Taxes	50,033	30,996
*Stock	4,082,776	3,686,739
Current Assets	R7,762,044	R7,491,525
\$ Fixed assets	1,662,935	1,571,154
Total Assets	R9,424,979	R9,062,679

Liabilities

Bank overdraft	R1,129,529	R1,076,133
Banker's acceptances	—	300,000
Creditors	1,715,270	1,545,027
Dividends	123,300	77,100
Curr. Liabilities	R2,968,099	R3,198,460

Long-term liabilities	567,400	280,000
+Preferred stock	370,000	370,000
+Common stock	330,000	330,000
Non-distrib. reserve	834,836	834,836
Retained earnings	4,354,444	4,049,383

Total Liabilities & Shareholders' Equity	R9,424,979	R9,062,679
--	------------	------------

* At lower of cost and net realizable value.
 \$ Less accumulated depreciation.
 + R2 par value; 6% cumulative.
 ++ R0.50 par value.

Statistical Summary

%Net Income to Equity	8.02	6.10
Debt to Equity	0.19	0.28
Working Capital	R4,795,945	R4,293,065
Current Ratio	2.62	2.34
Shareholders' Equity	R5,889,280	R5,584,219

Fab Industries, Inc.

200 Madison Avenue
 New York, New York 10016
 (212) 279-9000

Officers: Samson Bittensky, chairman of the board & president; Howard Soren, v.p. & treasurer; Sherman S. Lawrence, secretary; Steven Myers, v.p.-sales; Susan Bittensky, v.p.-administration; Stanley August, v.p.-fabric operations.

Directors: Samson Bittensky, chairman; Sherman S. Lawrence, Lawrence H. Bober, Louis Feil, Robert L. Rosen, Donald D. Shack.

Business Activities: Engaged in the manufacturing and marketing of knitted textile products-tricot, warp knits and double knit fabrics, printed knits and polyurethane (imitation leather) coated fabrics used extensively by the apparel, accessory and home furnishings industries. Also produces sheets, blankets and other bedding products.

Trademarks and/or Brand Names: SuperSuede, Bouclette, Frost Fire, SuperSuede-Plus, Wapassuede, SuperSuede Bonded, DoubleSuede, SuperSuede II, Panavella, Panalure, Crepe Candide, Fabiana, Fabella, Matte Grande.

Plant Locations: Amsterdam, N.Y.; Lincolnton, Cherryville, Salisbury, and Maiden, N.C.

Divisions and Subsidiaries

Adirondack Knitting Mills, Inc.
 4 Prospect Street
 Amsterdam, New York

Fab Craft Division
 Fab Laci, Inc.
 Raval Lace Division
 Fab Print Division
 Fab Recreational Division
 Circular Knit Division
 Fab Home Furnishings Division
 Singer Retail Division
 Fab International Ltd.
 Consumer Products Division
 Salisbury Manufacturing Corporation
 Raval Designer Lace Division
 Fab Tricot Division

Gem Urethane Corp.
 Building 16, DeCraff Street
 Amsterdam, New York 12010

Mohican Mills, Inc.
 P.O. Box 190
 Route 3
 Lincolnton, North Carolina 28092

Travis Knits, Inc.
 Cherryville, North Carolina

A. S. Burg Company
 Lamatronics Industries, Inc.

Transfer Agent(s):

Manufacturers Hanover Trust Company
430 W. 33rd Street
New York, New York 10001

Stock Exchange(s): American

Ticker Symbol: FIT

Sales & Earnings

	Net Sales	Net Income
1987	\$ 137,684,000	\$ 12,439,000
1986	119,056,000	10,726,000
1985	107,348,000	8,683,000
1984*	114,897,000	9,753,000
1983	98,943,000	8,120,000

No. of Com. Shares ‡

	No. of Com. Shares ‡	Earn. per Share ‡
1987	3,625,993	\$ 3.43
1986	3,632,037	2.95
1985	3,632,037	2.39
1984*	3,823,937	2.55
1983	3,829,065	2.12

* 53 weeks.

‡ Based on the average number of shares of common stock and common stock equivalents outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 0.60	—	—
1986	0.60	—	—
1985	0.30	—	—
1984	0.40	—	—
1983	0.35	—	5-for-3

+ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 87,228,000	\$ 24.70
1986	79,408,000	21.86
1985	70,681,000	19.46
1984	63,994,000	16.74
1983	58,366,000	15.32

‡ Based on the average number of shares of common stock and common stock equivalents outstanding adjusted to reflect stock split.

Income Account*

Year ended	10/28/87	11/29/86
Net sales	\$ 137,684,000	\$ 119,056,000
Cost of sales	112,544,000	94,322,000
Expenses	10,769,000	10,817,000
Dividend & interest income	(1,919,000)	(2,638,000)
Real. loss (gain) on sale of assets	38,000	(363,000)
Adj. for leveraged losses	62,000	800,000
Amort. of def. credits	—	(767,000)
Unreal. loss on secur.	14,000	415,000
Income bef. taxes	\$ 16,176,000	\$ 16,770,000
Income taxes	3,537,000	6,044,000
Cons. effect of accounting change	(1,800,000)	—
Net Income	\$ 12,439,000	\$ 10,726,000

* Included in Costs and Expenses, Depreciation: \$3,963,000 in 1987 and \$3,308,000 in 1986.

Assets

As of	10/28/87	11/29/86
Cash	\$ 11,122,000	\$ 13,099,000
Marketable secur.	20,743,000	27,127,000
Accts. receiv., net	25,556,000	30,730,000
*Inventories	23,708,000	30,517,000
Deferred income taxes	675,000	—
Other assets	1,514,000	1,141,000
Current Assets	\$ 83,318,000	\$ 102,614,000
Investments	2,967,000	3,352,000
*Fixed assets	30,410,000	25,640,000
Other assets	978,000	541,000
Total Assets	\$ 117,673,000	\$ 132,147,000

Liabilities

Accts. payable & accruals	\$ 9,466,000	\$ 8,455,000
Accrued payroll	3,405,000	3,416,000
Other taxes	644,000	2,989,000
Deferred compensation	2,278,000	—
Dividend payable	2,119,000	2,179,000
Other liabilities	297,000	1,173,000
Curr. Liabilities	\$ 18,433,000	\$ 18,212,000
Deferred compensation	—	1,844,000
Long-term debt	927,000	955,000
Deferred inc. taxes	10,539,000	10,649,000
Other liabilities	546,000	1,079,000
+Common stock	765,000	765,000
Retained earnings	91,835,000	81,515,000
Treasury stock	(5,372,000)	(2,872,000)
Total Liabilities & Shareholders' Equity	\$ 117,673,000	\$ 132,147,000

* At lower of cost (FIFO and LIFO) or market.

‡ Less accumulated depreciation.

+ \$0.20 per value.

Statistical Summary

%Income bef. Taxes		
to Sales	11.75	14.09
%Net Income to Sales	7.73	9.01
%Net Income to Equity	14.26	13.51
Sales to Inventories	5.81	5.80
Debt to Equity	0.01	0.01
Working Capital	\$ 64,985,000	\$ 64,402,000
Current Ratio	4.52	4.54
Shareholders' Equity	\$ 87,228,000	\$ 79,408,000

Fairfield-Noble Corporation

1410 Broadway
New York, New York 10018
(212) 354-0058

Officers: Hy Rabin, president; Clarence Scaduto, vice president.

Directors: Hy Rabin, William L. Weiss, Clarence Scaduto.

Business Activities: Manufactures and markets women's and girls' outfits, ensembles, jackets, skirts, pants, blouses, dresses, sweaters, coordinaes and separates under the Cathy Hardwick label.

Trademarks and/or Brand Names: Cathy Hardwick.

Division:

Cathy Hardwick Division
575 Seventh Avenue
New York, New York

Transfer Agent(s):

Mellon Securities Trust Company
c/o Mellon Securities Transfer Services
Fort Lee Executive Park
One Executive Drive
Fort Lee, New Jersey 07024

Stock Exchange(s): Over-the-Counter

Ticker Symbol: FAF (NASDAQ)

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 12,951,000	\$ 1,723,000
1986	9,740,000	2,187,000
1985	—	(817,000)
1984	—	127,000
	No. of Com. Shares ‡	Earn. per Share ‡
1987	2,301,422	\$ 0.75
1986	2,288,422	0.96
1985	2,225,089	—
1984	2,143,422	0.06

† Including extraordinary gains of \$885,000 (\$0.39 per share) in 1987 and \$1,152,000 (\$0.51 per share) in 1986.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 4,311,000	\$ 1.87
1986	2,578,000	1.13
1985	361,000	0.16
1984	1,032,000	0.48

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account*

Year ended June 30	1987	1986
Revenue:		
Net sales	\$ 12,951,000	\$ 9,740,000
Rent income	—	84,000
Other income	83,000	101,000
Total income	\$ 13,034,000	\$ 9,925,000
Cost of sales	8,212,000	5,201,000
Expenses	2,782,000	2,348,000
Rent expense	149,000	217,000
Interest expense	135,000	42,000
Compensation costs	10,000	10,000
Income before taxes	\$ 1,726,000	\$ 2,187,000
Income taxes	888,000	1,152,000
Net income	\$ 838,000	\$ 1,035,000
Extraord. gain	885,000	1,152,000
Net income & extraord. gain	\$ 1,723,000	\$ 2,187,000

* Included in Costs and Expenses, Depreciation and Amortization: \$6,000 in 1987 and \$3,000 in 1986.

Assets

As of June 30	1987	1986
Cash	\$ 176,000	\$ 97,000
Due from factor	2,516,000	1,385,000
*Inventories	2,586,000	2,791,000
Due from rel. parties	1,401,000	412,000
Prepaid expenses	281,000	458,000
Current Assets	\$ 6,960,000	\$ 5,143,000
*Fixed assets	38,000	32,000
Other assets	1,000	1,000
Total Assets	\$ 6,999,000	\$ 5,176,000

Liabilities

Notes payable	\$ 1,375,000	\$ —
Accts. payable, accruals & other	930,000	1,318,000
Due to rel. parties	383,000	1,280,000
Curr. Liabilities	\$ 2,688,000	\$ 2,598,000

Fairfield-Noble Corporation

+Common stock	262,000	262,000
Add. paid-in capital	13,812,000	13,812,000
Retained earnings		
(deficit)	(8,433,000)	(10,156,000)
Deferred insured comp.	(30,000)	(40,000)
Treasury stock	(1,300,000)	(1,300,000)
Total Liabilities & Shareholders' Equity	\$ 6,999,000	\$ 5,176,000

* At lower of cost (FIFO) or market.
* Less accumulated depreciation.
+ \$0.10 per value.

Statistical Summary

%Income before Taxes		
to Sales	13.33	22.45
%Net Income to Sales	6.47	10.63
%Net Income to Equity	19.44	40.15
Sales to Inventories	5.01	3.49
Debt to Equity	0.32	—
Working Capital	\$ 4,272,000	\$ 2,545,000
Current Ratio	2.39	1.98
Shareholders' Equity	\$ 4,311,000	\$ 2,578,000

Farah, Inc.

8889 Gateway West
El Paso, Texas 79925
(915) 593-4444

Mailing address:
P.O. Box 9519
El Paso, Texas 79985

Officers: William F. Farah, chairman of the board & chief exec. officer; James C. Farah, president & chief operating officer; Christopher L. Carameros, sr. v.p.-finance & chief financial officer; Jack R. Green, v.p. & corp. secretary; Carlos R. Ortiz, v.p.-administration; Rebecca M. Culler, asst. secretary; James C. Swain, v.p.-finance & treasurer.

Directors: William F. Farah, H. Toti Sentisteban, Charin C. Wood, Robert N. Farah, Sylvan Landau, Halsey Farah, James C. Farah, Daniel F. Prentice, Mel L. Becherach, Steven M. Minka, Christopher L. Carameros, Alan R. Kahn.

Business Activities: Engaged in the production and marketing of blazers, shirts, jackets, vests, dress and casual trousers, and jeans, primarily for the men's, young men's, and boys' markets.

Trademarks and/or Brand Names: FARAH, Farah Clothing Company, Sevanne, John Henry, N.P.W., E. Joven, WFF Designer, Generra Collections

Plant Locations: El Paso, Texas; Chihuahua & Torreon, Mexico; Kowloon, Hong Kong; Kilitimagh & Galway, Ireland; Costa Rica

Subsidiaries:

Farah Manufacturing Australia Pty. Limited
715-721 Elizabeth Street
Waterloo NSW 2017, Australia

Farah (Far East) Limited
COW Building, 16th Floor
368 Castle Peak Road
Tsuen Wan, N.T., Hong Kong

Farah Japan Limited
No. 2 Mochizuki Bldg.
6-16-Chome, Shibaura
Minato-Ku, Tokyo 108, Japan

Farah Manufacturing (U.K.) Limited
Unit 2a Ostwick Gate Estate
Charlwood Road, Lowfield Heath
Crawley Sussex R H 11 OJS England

Farah (Exports) Ireland Limited
Ashe Road, Shantalla
Galway, Ireland

Value Stocks, Inc.
8889 Gateway West
El Paso, Texas 79925

Generra Sportswear Company, Inc.
18 West Mercer
Seattle, Washington 98119

Radco Sportswear, Inc.
RCM Industries, Inc.
Roberto Industries
Dimmit Industries

Transfer Agent(s):

MBank, N.A.
Main at Ervay
P.O. Box 5415
Dallas, Texas 75222

Stock Exchange(s): New York, Pacific

Ticker Symbol: FRA

Sales & Earnings

	Net Sales	Net Income \$
1987	\$ 327,349,000	\$ (1,218,000)
1986	366,158,000	4,162,000
1985	322,350,000	17,919,000
1984	250,772,000	15,548,000
1983	206,435,000	20,998,000

	No. of Com. Shares	Earn. per Share \$ +
1987	5,906,162	\$ —
1986	5,886,180	0.70
1985	5,849,134	3.04
1984	5,797,769	2.51
1983	6,447,130	3.19

(Loss)
\$ Including extraordinary credits of \$7,440,000 (\$1.26 per share) in 1985 and \$6,258,000 (\$0.95 per share) in 1983.
+ Based on the weighted average number of shares outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 73,762,000	\$ 12.49
1986	71,871,000	12.21
1985	71,711,000	12.26
1984	56,641,000	9.77
1983	66,168,000	9.95

Income Statement * (000's)

Year ended Oct. 31	1987	1986
Net sales	\$ 327,349	\$ 366,158
Cost of sales	236,027	289,506
Expenses	85,179	85,511
Interest expense	5,621	6,283
For. curr. exch. losses	(201)	1,104
Other income	(591)	(1,014)
Gain on sale of assets	(63)	(219)
U.S. Customs Serv. settle.	2,277	—
Income (loss) before taxes	\$ (900)	\$ 4,987
Income taxes	318	825
Net Income (loss)	\$ (1,218)	\$ 4,162

* Included in Costs and Expenses, Depreciation and Amortization: \$8,477,000 in 1987 and \$7,194,000 in 1986.

Assets (000's)

As of Oct. 31	1987	1986
Cash	\$ 14,165	\$ 8,120
Accts. receiv., net	61,805	71,522
*Inventories	65,022	65,790
Prepaid expenses	9,658	7,284
Inc. taxes receiv.	2,411	—
Current Assets	\$ 153,061	\$ 152,716
*Fixed assets	28,743	29,516
Trademarks	8,337	8,601
Other assets & defer. charges	23,818	21,990
Total Assets	\$ 213,959	\$ 212,783

Liabilities (000's)

Short-term debt	\$ 46,570	\$ 44,432
Accts. payable	25,223	23,120
Accruals	14,708	15,876
Other curr. liab.	125	1,440
Income taxes	—	1,063
Acquisition payments	6,422	6,036
Current Liabilities	\$ 93,048	\$ 91,967
Long-term debt	35,958	39,571
Non-current liab.	11,191	9,374
+Common stock	27,096	27,093
Add. paid-in capital	24,071	24,338
Foreign currency adjustment	973	(1,852)
Retained earnings	41,754	42,972
Treasury stock	(20,132)	(20,680)
Total Liabilities & Shareholders' Equity	\$ 213,959	\$ 212,783

* At lower of cost (FIFO) or market.
* Less accumulated depreciation.
+ \$4 per value.

Statistical Summary

%Income before Taxes		
to Sales	—	1.36
%Net Income to Sales	—	1.14
%Net Income to Equity	—	5.79
Sales to Inventories	5.03	5.57
Debt to Equity	1.12	1.17
Working Capital	\$ 60,013,000	\$ 60,749,000
Current Ratio	1.64	1.66
Shareholders' Equity	\$ 73,762,000	\$ 71,871,000

Fateh Textile Mills Limited

Hali Road
P.O. Box 69
Hyderabad-Sind, Pakistan

Directors: Jan Alam, chairman; Inayat Ullah, managing director; Roshan Ali, Imran Azim, Abdul Wahood, Kazi Alam, I. I. Khatri.

Secretary: Maqsood Ahmed Khan.

Business Activities: The Company is engaged in manufacturing, bleaching, dyeing, printing and finishing textiles and selling them locally as well as through export.

Subsidiaries:

Fateh International Ltd.
Hong Kong

Fateh International GmbH (98%-owned)
Frankfurt, West Germany

Fateh International SARL
France

Fateh International Ltd.
London, England

Feltex International Inc.
New York, New York

Stock Exchange(s): Karachi, Pakistan.

Sales & Earnings

	Net Sales	Net Income †
1987	Ra 308,950,000	Ra 28,480,000
1986	429,470,000	23,570,000
1985	427,670,000	18,630,000
1984	421,120,000	11,060,000
1983	389,520,000	14,150,000

	No. of Com. Shares	Earn. per Share †
1987	1,250,000	Ra 22.78
1986	1,250,000	18.86

Ra - rupees.
† Before taxes.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	Ra 4.50	—	—
1986	4.00	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	Ra 80,688,815	Ra 64.55
1986	64,535,932	51.63

Income Account *

Year ended Sept. 30	1987	1986
Net sales	Ra 308,953,364	Ra 429,466,341
Cost of sales	433,203,878	379,002,546
Other income	(1,374,897)	(1,264,003)
Expenses	18,710,534	16,797,383
Directors' remuneration	720,000	252,000
Directors' fees	3,400	3,370
Directors' housing allow.	360,000	—
Interest expense	7,699,621	10,037,771
Profit-sharing plan	1,497,505	1,240,447
Gain on sale of fixed assets	(319,264)	(169,656)
Unclaimed dividend	(25,296)	—
Income before taxes	Ra 28,477,883	Ra 23,568,483
Unapprop. profit	(14,932)	(446,449)
Income taxes	3,700,000	9,000,000
Dividends	5,625,000	5,000,000
Deferred taxes	3,000,000	—
General reserve	16,000,000	10,000,000
Net Income	Ra 167,815	Ra 14,932

* Included in Costs and Expenses. Depreciation: Ra10,791,803 in 1987 and Ra8,809,195 in 1986.

Assets

As of Sept. 30	1987	1986
Cash	Ra 4,860,427	Ra 7,818,844
Accts. receiv., net	27,787,043	8,891,407
Due by assoc. undertakings	695,286	7,583,756
Advances	10,756,141	10,806,626
Advance inc. taxes	10,643,417	6,582,002
Stores & spares	11,897,955	7,931,603
*Stocks	109,069,028	66,940,376
Current Assets	Ra 175,709,297	Ra 116,554,614
Investments	9,695,261	9,664,072
*Fixed assets	91,677,748	76,473,546
Work in progress	19,581,393	—
Total Assets	Ra 296,463,699	Ra 202,692,232

Liabilities

Short-term debt	Ra 39,762,725	Ra 433,438
Long-term debt, curr.	3,851,891	3,419,973
Due to assoc. undertakings	103,408,877	76,939,032
Accts. payable	4,662,863	3,189,620
Adv. payments	928,992	461,806
Accruals	7,883,885	10,066,208
Profit-sharing	1,497,505	1,240,447
Income taxes	15,532,729	18,837,430
Proposed dividend	3,125,000	2,500,000
Curr. Liabilities	Ra 180,656,467	Ra 119,087,774
Long-term debt	27,118,417	14,066,526
Deferred inc. taxes	8,000,000	5,000,000
+Common stock	12,500,000	12,500,000
General reserve	62,400,000	46,400,000
Deferred income	621,000	621,000
Dividend equal. fund	5,000,000	5,000,000
Unapprop. profit	167,815	14,932
Total Liabilities & Shareholders' Equity	Ra 296,463,699	Ra 202,692,232

* At lower of cost or net realizable market.
Less accumulated depreciation.
+ Ra10 per value.

Statistical Summary

%Income bef. Taxes to Sales	5.80	5.49
Sales to Inventories	4.67	6.42
Debt to Equity	0.83	0.22
Shareholders' Equity	Ra 80,688,815	Ra 64,535,932

Feltex International Limited

(49.87% owned by Equitcorp Industries Limited)

Feltex Centre
145 Symonds Street
Auckland, New Zealand
(09) 778-900

Mailing address:
P.O. Box 4278
Auckland, New Zealand

Officers: C. M. Eustace, general mgr.-Australian carpets; R. M. Tairaro, general mgr.-services; C. P. Glasen, president-Allsteel Inc.; A. St. J. Mitchell, general mgr.-Smith & Brown; B. G. Taylor, general mgr.-Commercial Interiors Group; R. A. Baldwin, general mgr.-Wool Group; B. C. Turley, general mgr.-Carpet Group; J. H. Burridge, general mgr.-Feltex Modular Carpets; C. B. Young, general mgr.-Plastics & Timber Group; L. J. McGillivray, general mgr.-development; J. C. Lindsay, managing director; N. J. Vautier, secretary; R. A. Pearson, general mgr.-finance; B. Wright, general mgr.-international.

Directors: F. J. D. Stanes, chairman; L. W. Brown, deputy chairman; J. H. Ingram, I. L. Gunthorp, W. B. Capp, P. J. D. Stanes, J. C. Lindsay.

Business Activities: The Company's New Zealand Wool Group manufactures and markets worsted machine knitting yarns, all wool, cotton, and other mixtures, semi-worsted, wrap spun and woolen spun carpet yarns, woolen mattress underlays, domestic and industrial elastics, tapes and webbing, and buys and scours wool.

The New Zealand Carpets Group manufactures and markets axminster, wilton and tufted carpets, carpet yarns and rugs; moulded automotive carpet, carpet tiles, underlays and synthetic padding; outdoor carpet and sport surfaces; rubber underlay, rubber floor tiles, moulded and extruded industrial and agricultural components.

Vita New Zealand Limited, a subsidiary, manufactures and markets products made from foam, fiber and styrene for both industrial and consumer markets.

The Company's Australia Modular Carpets Group manufactures and markets modular carpet squares using a unique system of computer-controlled dye injection.

The Company's New Zealand Retail Group operates 49 Smith & Brown stores in New Zealand. These stores sell furniture, home appliances and furnishings at retail.

Other Company groups manufacture and market commercial and systems furniture in Australia, the U.S.A. and Canada, office and retail furniture, and a range of plastic products.

Trademarks and/or Brand Names: Feltex, Feltex Wool, Feltex Yarns, Ravelations, Thorobred Yarns, Slumberwool, Vitafoam, Vita fibre, Vitastylene, Vitality, Husky, Heritage, Stevens Bremner, Kensington, Fibreltek, Tasman Automotive, Champion, Omniport, Supertrid, Freudenberg, Noralen, Reid, Feltex Modular Carpets, Corporate Square Nova.

Plant Locations: Auckland, Foston, Lower Hutt, Christchurch, Kakariki, Dannevirke, Feilding, Wainuiomata, Hamilton, New Zealand; Sydney, Australia.

Operating Units

Wool Group

Feltex Wool Group Limited
Corner of Khyber Pass & Mountain Roads
P.O. Box 4524
Auckland, New Zealand
(09) 795-605

Feltex Wools
Kakariki, New Zealand

New Zealand Wool Spinners Limited
Dannevirke, New Zealand

Feltex Yarns
Wainuiomata, Wellington, New Zealand

Thorobred Yarns
Auckland, New Zealand

Feltex Industrial Textiles
Auckland, New Zealand

Slumberwool
Auckland, New Zealand; Melbourne, Victoria, Australia, San Francisco, CA, USA

Carpets Group

Feltex Furnishings of New Zealand Limited
Corner of Khyber Pass & Mountain Roads
P.O. Box 2884
Auckland, New Zealand
(09) 795-522

Feltex Carpets Pty. Limited
Melbourne, Australia

Feltex Contract Carpets
Auckland, New Zealand

Feltex Woven Carpets
Christchurch, New Zealand

Colortron Carpets
Auckland, New Zealand

Feltex Carpet Sales
Auckland, New Zealand

Stevens Bremner Sales
Auckland, New Zealand

Fibreltek Industries
Lower Hutt & Auckland, New Zealand

Quantum Carpet Systems Limited
Auckland, New Zealand

Modular Carpets Group

Feltex Modular Carpets Pty. Limited
171 Briens Road
Northmead 2152
Sydney, NSW, Australia
(00612) 6835600

Sales Offices:
Victoria, Australia
Auckland, New Zealand
Wellington, New Zealand

New Zealand Retail Group

Smith & Brown
Auckland, New Zealand

Associated Company:

Feltex International Limited

Vita New Zealand Limited
Auckland, New Zealand
(09) 885-169

Subsidiaries (U.S.A.):

Allsteel Inc.
Allsteel Drive
Aurora, Illinois 60507
(312) 859-2600

Manufactures and markets commercial and systems furniture throughout the U.S. and Canada.

Super Sky International Inc.
10501 North Enterprise Drive
Menomonie, Wisconsin 53092
(414) 242-2000

Designs, fabricates and installs architectural glass roofing systems in North America, Europe and Asia, primarily for commercial applications.

Sales & Earnings x

	Net Sales	Net Income †
1987	\$ 661,596,000	\$ 74,737,000
1986	623,176,000	47,318,000
1985	574,035,000	28,957,000
1984	487,716,000	19,843,000
1983	478,591,000	18,684,000

	No. of Com. Shares #	Earn. per Share ‡
1987	148,471,000	\$ 0.52
1986	129,292,000	0.48
1985	N.A.	0.37
1984	N.A.	0.24
1983	N.A.	0.22

N.A. - Not Available.

x Figures are stated in New Zealand dollars.

† Before extraordinary items.

Adjusted to reflect stock splits.

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 14.0	—	—
1986	14.0	—	9-for-8
1985	12.5	—	6-for-5
1984	12.5	—	—
1983	11.5	—	—

+ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 514,901,000	\$ 3.47
1986	353,731,000	2.74
1985	213,738,000	—
1984	181,619,000	—
1983	167,884,000	—

‡ Adjusted to reflect stock splits.

Income Account * (000's)

Year ended June 30	1987	1986
Net sales	\$ 661,596	\$ 623,176
Cost of sales & expenses	589,793	580,595
Income before taxes	\$ 71,801	\$ 42,581

Tax credit	(3,097)	(4,389)
Minority interest	161	(348)
Net income	\$ 74,737	\$ 47,318
Extraord. items	(411)	2,354
Unreal increase in value of assoc. co.	—	7,223
Net income & extraord. gain	\$ 74,326	\$ 56,895

* Included in Costs and Expenses, Depreciation and Amortization: \$13,078,000 in 1987 and \$10,495,000 in 1986.

	Assets (000's)	1987	1986
As of June 30			
Cash	\$	8,941	\$ 14,838
Accts. receiv., net		158,926	119,011
Refundable tax		24,612	19,957
*Investor		181,117	154,520
Current Assets	\$	373,596	\$ 308,326
Investments, advances & term receiv.		412,162	241,161
Future tax benefit		4,606	6,464
#Fixed assets		162,754	145,090
Intangibles		111,080	—
Total Assets	\$	1,064,198	\$ 701,001

	Liabilities (000's)	1987	1986
Bank overdrafts	\$	39,661	\$ 41,410
Accts. payable		150,817	139,948
Prov. for dividends		1,938	11,756
Curr. Liabilities	\$	192,416	\$ 193,114
Subord. debt		43,912	—
Term liabilities		310,901	152,499
Minority interest		2,068	1,657
+Specified preference stock		9,424	10,528
+Cumulative preference stock		149	149
+++Common stock		74,024	64,646
Capital reserves		333,673	212,120
Revenue reserves		97,631	66,288
Total Liabilities & Shareholders' Equity	\$	1,064,198	\$ 701,001

* At lower of cost (weighted average or FIFO) or net realizable value.

Less accumulated depreciation.

+ \$1.25 par value; 16% redeemable cumulative.

++ \$1.00 par value; 5% cumulative.

+++ \$0.50 par value.

Statistical Summary

%Income bef. Taxes to Sales	10.85	6.83
%Net Income to Sales	11.30	7.59
%Net Income to Equity	14.51	13.38
Sales to Inventories	3.65	4.03
Debt to Equity	0.09	—
Working Capital	\$ 181,180,000	\$ 115,212,000
Current Ratio	1.94	1.60
Shareholders' Equity	\$ 514,901,000	\$ 353,731,000

Fieldcrest Cannon Inc.

326 East Stadium Drive
Eden, North Carolina 27288
(919) 627-3000

Officers: Joseph B. Ely, II, chairman of the board & chief exec. officer; C. Edward Midgley, vice chairman; Charles G. Horn, president; W. Randle Mitchell, Jr., exec. v.p. & chief financial officer; Ben W. Binford, sr. v.p.; K. William Fraser, Jr., sr. v.p.; Eugene F. McCarthy, sr. v.p.; Larry W. Owen, v.p.; W. Giles Hurnings, Jr., v.p.; Chris L. Kamet-

ches, v.p.; Edward J. C. Molitor, v.p.; Osborne L. Raines, v.p.; William O. Stone, v.p.; Ralph R. McGill, v.p.; M. Kenneth Doss, v.p. & secretary; Lawrence L. Mann, treasurer; Mary E. Wilson, asst. secretary; Thomas R. Staab, controller.

Directors: Richard P. Chapman*, C. R. Charbonnier*, F. C. Dumaine*, Joseph B. Ely, II*, Albert B. Hunt*, John Rudel, Henry Wheeler, Noah T. Hyndson, James M. Fitzgibbons*, John C. Harned*, C. Edward Midgley, Charles G. Horn.

* Member of the Executive Committee

Business Activities: Manufactures and markets a complete range of bed and bath products under the "Fieldcrest," "St. Mary's," "Cannon," "Royal Family," and "Monticello" brand names. Also engaged in the finishing services and the production of carded and combed yarns of all cotton, blends of polyester/cotton, and all synthetic fibers.

Trademarks and/or Brand Names: Fieldcrest, St. Mary's, Karastan, Cannon, Royal Family, Monticello, Bignow, Signature, Sterling Choice.

Plant, Divisions & Subsidiaries

Bed and Bath Division
60 West 40th Street
New York, New York 10018

Carpet and Rug Division
1-85 and Whitehorse Road
Greenville, South Carolina 29605

North Carolina Finishing
104 West 40th Street
New York, New York

Fieldcrest & Cannon
Eden & Kannapolis, North Carolina

Swift Spinning Mills
Columbus, Georgia

Automatic Blankets
Smithfield, North Carolina

Bath Rugs
Scottsboro, Alabama
Dalton, Georgia

Bedspreads
Eden, Kannapolis & Albemarle, North Carolina

Bedding Accessories
Eden & Kannapolis, North Carolina

Blankets
Eden, North Carolina

Sheets
Eden, Forest City, Salisbury, Kannapolis, Rockwell, Concord, China Grove, North Carolina

Towels
Fieldale, Virginia
Columbus, Georgia
Phenix City, Alabama
Concord, North Carolina
York, South Carolina

Formcast Screen Print
Stokesdale, North Carolina

Carpet and Rugs
Eden & Laurel Hill, North Carolina
Carpet and Rug Yarns
Greenville & Laurel Hill, North Carolina

Delaware Valley Wool Scouring Co.
Philadelphia, Pennsylvania

North Carolina Finishing
Salisbury, North Carolina

Comforters
Eden, Kannapolis & Albemarle, North Carolina

Kitchen Products
Kannapolis, North Carolina

Nigelow-Sanford, Inc.
Manufactures woven and tufted broadloom carpets for residential and commercial use.

Fieldcrest Mills International, Inc.
Eden, North Carolina 27288

St. Mary's, Inc.
Dover, Delaware

Enco, Inc.
Dover, Delaware

Cannon Mills International Sales Corp.
Kannapolis, North Carolina

Cannon Mills International, Ltd.
Kannapolis, North Carolina

Transfer Agent(s):

First Union National Bank
Charlotte, North Carolina

Stock Exchange(s): New York

Ticker Symbol: FLD

Sales & Earnings

	Net Sales (000's)	Net Income (000's)
1987	\$ 1,399,763	\$ (3,658)
1986	1,083,236	17,389
1985	586,092	13,062
1984	572,821	4,143
1983	550,515	15,060

	No. of Com. Shares +	Earn. per Share #
1987	7,801,492	\$ —
1986	7,801,492	2.11
1985	7,801,492	1.68
1984	7,735,050	0.54
1983	7,721,954	1.95

(Loss)
+ Adjusted to reflect stock split.
Based on the weighted average number of shares outstanding adjusted to reflect stock split.

Revenues by Line of Business (000's)

	1987	1986
Bed & bath products	\$ 949,472	\$ 850,884
Rugs & carpets	402,096	189,676
Other	48,195	42,676
Total	\$ 1,399,763	\$ 1,083,236

Common Stock

	Cash Dividend #	Stock Dividend	Stock Split
1987	\$ 0.60	—	—
1986	0.57	—	2-for-1
1985	0.63	—	—
1984	1.00	—	—
1983	1.00	—	—

Adjusted to reflect stock split.

Common Stock Equity

	Total Equity (000's)	Equity Per Share #
1987	\$ 259,090	\$ 33.21
1986	269,389	34.53
1985	181,163	23.22
1984	172,096	22.25
1983	175,001	22.46

Adjusted to reflect stock split.

Income Account^a (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 1,399,763	\$ 1,083,236
Cost of sales	1,158,293	847,173
Expenses	211,142	161,785
Restructuring of operations	—	4,286
Oper. profit	\$ 30,328	\$ 69,992
Interest expense	38,395	38,338
Other income	526	(15)
Income (loss) bef. taxes	\$ (8,593)	\$ 31,689
Income taxes (credit)	(4,935)	14,300
Net Income (Loss)	\$ (3,658)	\$ 17,389

^a Included in Costs and Expenses, Depreciation: \$31,896,000 in 1987 and \$22,719,000 in 1986.

Assets (000's)

As of Dec. 31	1987	1986
Cash	\$ 11,182	\$ 30,913
Accts. receiv., net	238,930	217,137
*Inventories	262,943	231,568
Prepaid expenses & other assets	15,895	13,374
Current Assets	\$ 528,950	\$ 492,992
*Fixed assets	334,669	313,297
Defer. charges & other assets	17,961	12,813
Total Assets	\$ 881,580	\$ 819,102

Liabilities (000's)

Long-term debt, curr.	\$ 2,341	\$ 2,215
Accts. payable	64,142	75,391
Income taxes	—	1,847
Accruals	91,143	83,423
Cur. Liabilities	\$ 157,626	\$ 162,876
Long-term debt	413,359	329,245
Deferred inc. taxes	35,430	37,760
Other liabilities	16,075	19,832
+Common stock	10,216	10,216
Add. paid-in capital	108,437	108,437
Retained earnings	140,437	150,736
Total Liabilities & Shareholders' Equity	\$ 881,580	\$ 819,102

^a At lower of cost (primarily at LIFO) or market.
Less accumulated depreciation.
+ No par value.

Statistical Summary

%Income bef. Taxes to Sales	—	2.93
%Net Income to Sales	—	1.61
%Net Income to Equity	—	6.45
Sales to Inventories	5.32	4.31
Debt to Equity	1.60	1.23
Working Capital	\$ 371,334,000	\$ 330,116,000
Current Ratio	3.36	3.03
Shareholders' Equity	\$ 259,090,000	\$ 269,389,000

Figgie International Inc.

1000 Virginia Center Parkway
Richmond, Virginia 23295
(804) 264-5600

Officers: Harry E. Figgie, Jr., chairman of the board and chief executive officer; William G. Gilmore, sr. v.p.; James S. Anderson, sr. v.p.-human resources; John M. Fitzpatrick, v.p.-gov't. relations; Charles B. Miner, group v.p.; Mike Trbovich, group v.p.; Joseph J. Skadra, v.p. & controller; L.A. Harbun, sr. v.p.-international, general counsel & secretary; Charles C. Ringer, Jr., group v.p.; Woodson S. Carlsle, Jr., v.p. & treasurer; Mary C. Cleary, v.p. & asst. to chairman; Richard A. Foster, v.p.; .

Directors: Harry E. Figgie, Jr., chairman; Dale S. Coenen, Ewing T. Boies, Alfred V. Ganges, Walter M. Vannoy, Robert A. Weaver, Jr., Gerald K. Rugger, Russel W. McFall, Harrison Nesbit, II, Hans Ulrich Rinderknecht, Harold B. Scott, Harry E. Figgie, III, John S. Lanahan, F. Rush McKnight, C. B. Robertson, III, A. A. Sommer, Jr..

Business Activities: Comprised of 40 principal divisions and subsidiaries, Figgie's business can be grouped into five areas: consumer products; fire protection/safety/security; services; technical products; and machinery & allied products.

Textile Trademarks and/or Brand Names: Adirondack, Chimo, Fred Perry, Rawlings.

Divisions and Subsidiaries:

Technical Group

Hartman Electrical Manufacturing
175 North Diamond Street
Mansfield, Ohio 44902
(419) 524-1411

Electrical power switching and solid state controls. Contractors, relays and protective devices.

Hartman Systems
360 Wolf Hill Road
Huntington Station
L.I., New York 11746
(516) 427-7500

Develops and produces militarized cathode ray tube displays for airborne, shipboard, submarine and ground-based applications; weapons control systems for a wide range of military aircraft; and telemetry products for data reception.

Interstate Electronics Corporation
1001 East Ball Road
Anaheim, California 92803
(714) 758-0500

Voice data entry computer terminals; Plasma display terminals; Military command and control display systems; Signal processing systems; Off-shore oil platform data systems; Environmental surveys and services; Instrumentation and missile tracking systems.

Interstate Voice Products
1849 W. Sequoia Avenue
Orange, California 92668
(714) 937-9010

Speech recognition and speech response products, including chips, boards and complete turnkey systems for commercial, consumer and military markets.

Consumer Group

Figgie Licensing Corporation
Richmond, Virginia 23295
(804) 264-5660

Worldwide trademark licensing of consumer products, principally Fred Perry and Rawlings Sportswear, activewear and hard goods.

Rawlings Sporting Goods
2300 Delmar Boulevard
St. Louis, Michigan 63026
(314) 349-3500

Full line of sports equipment for baseball, football, basketball, soccer, boxing, badminton, golf, hockey, tennis and wrestling. Uniforms, jackets and shoes.

Fred Perry Sportswear (U.K.) Ltd.
Bridport Road
London N18 1SN England

Designer, manufacturer and worldwide marketer of high fashion tennis clothing and sports apparel.

Figgie International Inc.

Interstate Engineering
522 East Vermont Avenue
Anaheim, California 92805
(714) 778-5700

Residential smoke detectors and fire alarms. Compact home vacuum cleaners. Wireless IEC Security System. Aluminum and zinc die castings.

Thermometer Corporation of America
367 East Pleasant Street
Springfield, Ohio 45505
(513) 325-0456

Thermometers, hydrometers, humidity and weather instruments. Tru-Temp and Taylor thermometers and cooking instruments.

Sherwood-Drolet Corp. Ltd.
2745 Sherwood Blvd.
Sherbrooke, Quebec J1K 1E1, Canada
(819) 563-2202

Designs, manufactures and distributes Sher-Wood and Chimo hockey sticks, and Chimo clothing.

Figgie Consumer Product
Licensing Division
Richmond, Virginia 23295
(804) 264-5735

Fire Protection and Safety

Advance Security
3330 Peachtree Road
Atlanta, Georgia 30305
(404) 231-1210

Security consultation. Uniformed security guards. Fire safety, security systems and equipment. Industrial and business investigative service. Large area protection.

'Automatic' Sprinkler Corp. of America
P.O. Box 180
Cleveland, Ohio 44147
(215) 526-9900

Sprinkler systems; control valves; sprinkler heads; spray nozzles; 'Rate-of-Rise' and electric detection systems; electronic control panels; alarms; hydraulically calculated and special hazards fire protection systems. Fabrication, inspection and maintenance services; Range Guard fire extinguishing systems.

Badger-Powhatan
P.O. Box 7146
Charlottesville, Virginia 22906
(804) 973-4361

Portable water, carbon dioxide, and dry chemical fire extinguishers. Halon systems. Range hoods. 'Blaze Guard' fire hose and couplings. Brass products for fire protection, industrial and municipal applications.

Scott Aviation
225 Erie Street
Lancaster, New York 14086
(716) 683-5100

Oxygen and air breathing systems, light aircraft accessories. Gas masks and respiratory devices. Gas analyzers and alarms. Air pollution detection and control equipment. Safety and first aid equipment.

Snorkel-Economy
P.O. Box 65 - Stockyards Station
St. Joseph, Missouri 64504
(913) 989-4481

Aerial type water delivery systems for fire-fighting apparatus, articulated and telescopic booms, extendable ladders and aerial platforms.

Machinery & Allied Products

Consolidated Packaging Machinery
11980 Walden Ave.
Alden, New York 14004
(716) 937-3361

High-speed automatic capping equipment for bottles, cans and other containers; crumplers; cotton stuffers; scales; bagclosers; gravity paper bag fillers and closers.

Geo. J. Meyer Manufacturing
Charleston, South Carolina 29445
(803) 572-6640

Packaging and bottling equipment. Labeling machinery. Case palletizers. Bottle rinsing and inspection equipment.

Scott Huber Essick
P.O. Box 10263
Charleston, South Carolina 29445
(803) 797-5300

Road-building and construction equipment. Huber motor grader, rollers and maintainers, Scott hydraulic cranes. Smith truck-mounted turbine and tilter concrete mixers.

Kersey/American LaFrance
600 Mountain Lane
Bluefield, Virginia 24605
(703) 326-1121

Battery-powered tractors, scoops, supply cars, coal cars, hydraulic self-unloading cars; battery chargers; batteries and motors for underground coal mining.

Logan Co.
P.O. Box 6107
Louisville, Kentucky 40206
(502) 587-1361

Conveyor equipment and material handling systems. Wire partitions and window guards, folding gates. Spiral stairs and ornamental ironwork. Automated package and parcel sorting systems.

Safway Steel Products
6228 West State Street
Milwaukee, Wisconsin 53213
(414) 258-2700

Steel scaffolding and shoring systems. Portable bleachers. Powered mobile platforms and swing stages.

Figgie Hydraulic Products
177 Morgantown Ave.
Fairmont, West Virginia 26554
(304) 366-4730

Hydraulic pumps, motors and parts; blowers; hydraulic valves, snow plow rams and precision machine products; custom gears for mining, constructions and hydraulic equipment.

Akron Packaging Machinery
Akron, Ohio 44313
(216) 923-0491

Case packers; uncasers; container dividers; combiners.

Stallman Gear
527 W. Rich Street
Columbus, Ohio 43215
(614) 224-3394

Manufacturer of gears, splined shafts and sprockets supplying the mining machinery, construction equipment, hydraulic gear pump and other machinery markets.

Kline Foundries
P.O. Box 444
Alburtis, Pennsylvania 18011
(215) 966-3966

Gray, ductile and malleable iron castings for transportation, heating, refrigeration, power transmission and construction.

Western Reserve Container
P.O. Box 193
Painesville, Ohio 44077
(216) 946-8464

Corrugated shipping containers; die cut corrugated inserts for product protection; point-of-sale corrugated floor and counter-top displays; protective inserts.

Other Services

Waite Hill Holdings Inc.
Waite Hill Assurance Ltd.

Figgie Insurance Company Ltd.
Hamilton 5, Bermuda
(809) 292-6667
Diversified underwriting.

Colony Insurance Company
Warwick, Rhode Island 02886
(401) 732-0890
Property/casualty underwriting.

Cardinal Casualty Company
Cleveland, Ohio 44130
(216) 826-0335
Property/casualty underwriting.

Waite Hill Services, Inc.
Richmond, Virginia 23295
(804) 261-7000
Insurance services.

Figgie Acceptance Corporation
Columbus, Ohio 43085
(614) 431-2300
Financing subsidiary.

Figgie Properties, Inc.
Richmond, Virginia 23295
(804) 264-5840

Real estate management and development.

Figgie Natural Resources
Richmond, Virginia 23295
(804) 264-5600
Oil and gas investments.

Figgie Systems Support Division
Richmond, Virginia 23295
(804) 264-5750

Government services, contracting operations, maintenance and logistics services.

Figgie Systems Management Group, Inc.
4420 Sherwin Road
Willoughby, Ohio 44094
(216) 946-9000

Data processing and systems services; facility services; minicomputer hardware and software; CAD/CAM time sharing; microcomputer systems and training.

Hawthorne Aviation
Sandston, Virginia 23150
(804) 222-7256
Fixed base operations.

International Operations Group

Geo. J. Meyer (Australia) Pty. Ltd.
Logan-Fenamac Pty. Ltd.
Australia

Figgie do Brasil Industria e Comercio Ltda.

Mojonnier do Brasil Industria e Comercio de Equipamentos Ltda.
Brazil

CASI-RUSCO Europe
France

Figgie International Sports, Ltd. S. A.
Haiti

Rawlings Japan Co., Ltd.
Japan

Geo. J. Meyer Mfg. Canada, Ltd.
Sherwood-Drolet Corp. Ltd.
Thermometer Corporation of Canada Ltd.
Adirondack-Sherwood, Inc.
'Automatic' Sprinkler of Canada, Ltd.
Canada

ASCOA 'Automatic' Sprinkler G.m.b.H.
Logan Fenamac Transporechnik G.m.b.H.
Germany

Geo. J. Meyer de Mexico S.A. de C.V.
Mexico
Smith-Essick de Mexico, S.A. de C.V.
Greer-Mexico, S.A. de C.V.
Mojonnier de Mexico, S de R.L. de C.V.

Maquiladora TCA de Juarez, S.A. de C.V.
Mexico

'Automatic' Sprinkler Nederland B.V.
Netherlands

Wimbledon Shirt Company, Ltd.
Fred Perry & Paynes Ltd.
W. Payne & Company, Ltd.
Figgie (G.B.) Ltd.
Fred Perry Sportswear (UK) Ltd.
Logan Fenamac (UK) Ltd.
Fred Perry Sportswear Ltd.
United Kingdom

Meyer Dunmore International Ltd.
United Kingdom

Logan Transporeteknik AB
Sweden

Figgie de Costa Rica S.A.
Costa Rica

Figgie International (H.K.) Ltd.
Hong Kong

Alfa Costruzioni Meccaniche SpA

Omegna SpA
Italy

Figgie Foreign Sales Corp.
U.S. Virgin Islands

Revenues by Line of Business
(000's)

	1987	1986
Consumer	\$ 161,211	\$ 122,863
Fire Protection/Safety	396,121	349,438
Machinery & Products	230,884	176,847
Technical Services	230,717	240,819
	13,759	9,851
Total	\$ 1,022,692	\$ 919,818

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 1.66	—	—
1986	1.49	—	—
1985	0.68	—	—
1984	0.68	—	—
1983	0.68	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 322,608,000	\$ 47.81
1986	292,766,000	41.37
1985	218,472,000	38.46
1984	187,231,000	33.67
1983	179,845,000	32.23

‡ After allowing for all preferred stock at their stated value.

Income Account *
(000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 1,022,692	\$ 919,818
Other income	1,059	10,415
Total income	\$ 1,023,751	\$ 930,233
Cost of sales	766,391	703,576
Expenses	156,997	134,046
Interest expense	10,705	10,925
Income before taxes	\$ 89,658	\$ 81,686
Income taxes	40,318	39,260
Net income	\$ 49,340	\$ 42,426

* Included in Costs and Expenses, Depreciation and Amortization: \$22,251,000 in 1987 and \$19,809,000 in 1986.

Assets
(000's)

As of Dec. 31	1987	1986
Cash	\$ 14,734	\$ 11,332
Accts. & notes receivables, net	169,787	152,560
Inventories	149,397	128,247
Prepaid expenses	8,104	5,415
Marketable securities	9,768	8,308
Current Assets	\$ 351,900	\$ 305,882
Fixed assets	180,286	174,729
Other assets	126,496	102,346
Leased prop. under cap. lease	4,716	4,988
Total Assets	\$ 663,488	\$ 587,945

Liabilities
(000's)

	1987	1986
Notes payable	\$ 17,083	\$ 16,438
Curr. maturities of long-term debt	4,537	4,881
Accts. payable	82,731	48,387
Accruals	43,717	48,171
Income taxes	406	2,290
Curr. Liabilities	\$ 148,474	\$ 120,167

Long-term debt	102,915	92,279
Deferred liabilities	26,091	26,733
Deferred inc. taxes	63,400	56,000
+Common stock:		
Class A	459	457
Class B	220	249
Add. paid-in capital	72,225	73,002
Retained earnings	234,345	236,333
Less unearned compen. rel. to restricted stock plan	(822)	(1,736)
Cumulative translation adjustment	(4,019)	(9,761)

Total Liabilities & Shareholders' Equity	\$ 663,488	\$ 587,945
---	-------------------	-------------------

* At lower of cost or market.
‡ Less accumulated depreciation and amortization.
+ \$0.10 par value.

Statistical Summary

% Income bef. Taxes	8.77	8.88
% Net Income to Sales	4.82	4.61
% Net Income to Equity	15.29	14.49
Sales to inventories	6.85	7.17
Debt to Equity	0.39	0.39
Working Capital	\$ 203,516,000	\$ 185,715,000
Current Ratio	2.37	2.15
Shareholders' Equity	\$ 322,608,000	\$ 292,766,000

FILSYN Corporation

(formerly Filipinas Synthetic Fiber Corporation)

12th Floor, BA Lepanto Building
8747 Paseo de Roxas, Makati
Metro Manila, Philippines

Officers: Carlos Palanca, Jr., chairman of the board; Patricio L. Lim, president & chief executive officer; Cesar R. Concio, Jr., exec. v.p. & gen. mgr.; Manuel B. Caragay, sr. v.p.-Manufacturing Group; Renato V. Diaz, sr. v.p.-Finance Group; Francisco H. Villaluz, Jr., sr. v.p.-legal affairs & general administration; Bienvenido M. Araw, II, sr. v.p.-Marketing Group; Gonzalo V. Sy-Quia, Jr., sr. v.p.-technology & development; Edgardo C. Goli, v.p. & plant mgr.-Sta. Rosa Plant; Antonio H. Roman, v.p. & plant mgr.-G.M.A. plant; Leopoldo M. Sy-Quia, Jr., v.p.-engineering services; Carmelito C. Aguinaldo, v.p.-technical services; Rafael M. Alunan, III, v.p.-International Trading Division; Frank R. Harn, v.p.-marketing; Douglas D. Avila, sr. v.p.-manufacturing maintenance; Arturo C. Disu, sr. v.p.-utilities maintenance; Crispin L. Casas, sr. v.p.-budget & internal audit; Alfonso B. Garcia, Jr., sr. v.p.-finance; Philip L. Lim, sr. v.p.-purchasing.

Directors: Carlos Palanca, Jr., chairman; Patricio L. Lim, Cesar R. Concio, Jr., Alfredo M. Velayo, Kenzo Inoue, Jose A. Yulo, Jr., George L. Go, David E.T. Lim, Ramon A. Recto, Donald Kwok, Roberto D. Anonas, Hector A. Quesada, Gonzalo V. Sy-Quia, Jr., Tomas V. Apacible.

Business Activities: Manufactures synthetic fibers, staple fiber, and filament and specialty yarns.

Divisions:

International Trading Division

Transfer Agent (s):

Far East Bank and Trust Company

Sales & Earnings

	Net Sales	Net Income
1986	P 1,268,086,428	P 41,427,247
1985	1,365,449,609	(88,936,919)
1984	1,287,916,584	32,738,846
1983	806,226,403	32,893,549
1982	423,203,997	(17,884,506)

Acquisitions:

Greer Hydraulic
City of Commerce, California 90040
(213) 725-0110

Hydraulic components and fluid power products.

Computer Applications Systems
Boca Raton, Florida 33487
(305) 997-9660

Software-based security systems, including controlled-access and time and attendance.

Safety Engineering & Supply Co.
Birmingham, Alabama 35201
(205) 942-3631

Distributes safety equipment, including glasses, shoes, and Scott Aviation products.

Safeguard Industrial Corporation
Lansport, Pennsylvania 19533
(215) 926-5232

Distributes safety products, including footwear and clothing, for industry, and manufactures air belts.

Alfa Packaging Equipment
Mantova, Italy

Manufactures high-speed labeling equipment for food, pharmaceutical, alcohol, beverage, petroleum and cosmetic products.

S-P Manufacturing
Solon, Ohio 44139
(216) 248-6161

Manufactures chucks and other work-holding products, and pneumatic and hydraulic cylinders for industry.

Transfer Agent(s):

The First National Bank of Boston
100 Federal Street
Boston, Massachusetts 02102

Stock Exchange(s): Over-the-Counter

Ticker Symbol: FIGIA and FIGI (NASDAQ)

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 1,022,692,000	\$ 49,340,000
1986	919,818,000	42,426,000
1985	803,412,000	29,238,000
1984	730,686,000	17,413,000
1983	642,319,000	21,355,000

	No. of Com. Shares	Earn. per Share ‡
1987	6,748,071	\$ 7.02
1986	7,077,401	6.31
1985	5,991,491	5.03
1984	5,560,481	3.00
1983	5,579,738	3.82

+ Of continuing operations only.
‡ Based on the weighted average number of common shares and common share equivalents outstanding.

FILSYN Corporation

	No. of Com. Shares ↑	Earn. per Share ↑
1986	21,763,685	P 1.90
1985	21,763,685	—
1984	21,763,685	2.42
1983	21,763,685	1.31
1982	16,469,569	—

(Loss)
P - Philippine peso.
↑ Adjusted to reflect stock dividend.

Common Stock

	Cash Dividend [‡]	Stock Dividend	Stock Split
1986	—	—	—
1985	—	—	—
1984	—	20%	—

Common Stock Equity

	Total Equity	Equity Per Share †
1986	P 487,797,771	P 22.41
1985	264,263,089	12.14
1984	333,200,008	15.31
1983	280,441,162	12.89
1982	247,547,613	15.03

‡ Adjusted to reflect stock dividend.

Income Account *

Year ended Dec. 31	1986	1985
Net Sales	P 1,268,086,428	P 1,365,449,609
Cost of sales	1,021,446,232	1,195,271,537
Expenses	89,070,034	73,809,916
Interest expense	118,881,959	171,140,445
Interest income	(2,739,044)	(5,835,370)
Income (loss) before taxes	P 41,227,247	P (68,936,919)
Income taxes	14,596,379	—
Tax reduction	(14,596,379)	—
Net Income (Loss)	P 41,227,247	P (68,936,919)

* Included in Costs and Expenses. Depreciation P80,272,051 in 1986 and P79,055,471 in 1985.

Assets

As of Dec. 31	1986	1985
Cash	P 20,019,343	P 61,122,820
Marketable securities	8,089,441	4,054,575
Accts. receiv., net	106,076,429	148,347,630
Inventories	465,597,942	369,218,256
Deposits on letters of credit	7,942,147	6,020,868
Prepaid expenses	28,213,363	54,824,676
Current Assets	P 635,938,665	P 643,588,845
Money market investments	—	2,563,252
Investments	11,059,003	8,991,505
Fixed assets	882,717,116	756,942,471
Other assets	30,723,668	33,180,207
Total Assets	P 1,560,438,454	P 1,445,266,280

Liabilities

Bank Loans	P 159,989,810	P 274,769,544
Long-term debt, curr.	122,783,342	224,530,340
Accrs payable & accruals	120,551,35	84,600,548
Liab. under trust receipts	36,520,500	13,182,682
Dr. to & accept. payable	134,410,904	101,944,755
Curr. Liabilities	P 574,256,011	P 699,027,909

Long-term debt + Common stock:	498,384,672	481,973,282
Class A	130,582,530	130,582,530
Class B	87,054,320	87,054,320
Add. paid-in capital	15,882,370	15,882,370
Revaluation in prop.	190,649,454	8,542,019
Retained earnings	63,629,097	22,201,830

Total Liabilities & Shareholders' Equity	P 1,560,438,454	P 1,445,266,280
--	-----------------	-----------------

* At lower of cost (moving average) or market.
‡ Less accumulated depreciation.
† P10 par value.

Statistical Summary

% Net Income to Sales	3.27	—
% Net Income to Equity	8.49	—
Sales to Inventories	2.72	3.70
Debt to Equity	1.60	3.71
Working Capital	P 61,682,654	—
Current Ratio	1.11	—
Shareholders' Equity	P 487,797,771	P 264,263,089

The Firestone Tire & Rubber Company

Boulevard Towers South
205 North Michigan Avenue, Suite 3800
Chicago, Illinois 60601-5965
(312) 819-0001

Officers: John J. Nevin, chairman of the board & chief exec. officer; Albert E. Suter, president & chief operating officer; Jay H. Rosenbaum, vice chairman of the board; J. Robert Anderson, sr. v.p. & chief financial officer; George W. Aucott, exec. v.p.-mg. operations; James H. Bolander, v.p. & controller; Laurence T. Burden, v.p.-management information services; Thomas M. Forman, v.p. & general counsel; Roy H. Gilbert, v.p. & treasurer; Donald L. Groninger, v.p.-human resources; David L. King, vice president-World Tire operations; Terry J. Renninger, vice president-World Tire operations; James R. Thomas, vice president-World Tire operations; Michael A. Wolf, vice president-World Tire operations; Paul H. Heise, vice president-automotive service and car rental operations; John E. Rooney, vice president-automotive service and car rental operations; Benjamin G. Ammons, vice president-diversified products operations; Randall D. Luke, v.p. & secretary; A. Mosby Harvey, Jr., asst. secretary; David A. Thomas, asst. secretary; Jerry C. Zeman, asst. secretary; T. Jane Uhall, asst. secretary; Peter W. Chehay, asst. treasurer; Donald B. Hutchins, asst. controller; Dallas E. Stiles, asst. controller; Scott H. McKean, asst. controller; Philip R. Morrison, asst. controller.

Directors: John J. Nevin*, chairman; Jay H. Rosenbaum, Kimball C. Firestone*, William G. Phillips*, Paul A. Vatter*, J. Robert Anderson, Lois D. Rice, Raymond C. Tower, Thomas C. Page, George W. Aucott, Charles Marshall, John A. Meyers, Albert E. Suter*.

* Member of the Executive Committee

Business Activities: Engaged in the development, production, and sale of tires for automobiles, trucks, trailers, buses, agricultural, construction, off-the-highway, and other vehicles in the original equipment and replacement markets. Tires are marketed through thousands of independent dealers and approximately 1,400 company-operated stores, and automotive maintenance and repair services are provided in its retail stores and through participating independent dealers. The Company also produces and sells truck wheels and rims, molded rubber products, single-ply roofing systems, air springs, synthetic and natural rubber and latex, and synthetic fibers and textiles.

Synthetic Fiber & Textile Plant: Locations: Hopewell, Va.; Gastonia, N.C.; Woodstock, Ontario, Canada.

Transfer Agent(s)

Manufacturers Hanover Trust Company
Stock Transfer Department
P.O. Box 24935
Church Street Station
New York, New York 10249

Stock Exchange(s): New York, Midwest, Pacific

Ticker Symbol: FIR

Sales & Earnings

	Net Sales + (000's)	Net Income ‡ (000's)
1987	\$ 3,867,000	\$ 145,000
1986	3,501,000	85,000
1985	3,602,000	3,000
1984	3,758,000	102,000
1983	3,516,000	111,000

	No. of Com. Shares	Earn. per Share ‡
1987	34,964,000	\$ 3.96
1986	39,052,000	2.16
1985	41,092,000	0.06
1984	43,392,273	2.21
1983	48,429,503	2.26

+ Of continuing operations only.
‡ Including extraordinary tax credits of \$22,000,000 (\$0.60 per share) in 1986, \$9,000,000 (\$0.20 per share) in 1985, \$13,000,000 (\$0.29 per share) in 1984 and \$11,000,000 (\$0.23 per share) in 1983.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 1.25	—	—
1986	0.80	—	—
1985	0.80	—	—
1984	0.80	—	—
1983	0.40	—	—

Common Stock Equity

	Total Equity (000's)	Equity Per Share
1987	\$ 1,179,000	\$ 33.72
1986	1,167,000	29.87
1985	1,163,000	28.31
1984	1,236,000	28.50
1983	1,291,000	26.66

Income Account (000's)

Year ended Oct. 31	1987	1986
Net sales	\$ 3,867,000	\$ 3,501,000
Cost of sales	2,979,000	2,711,000
Expenses	690,000	664,000
Prov. for restructuring	18,000	89,000
For. curr. trans.	(39,000)	(1,000)
Interest expense	43,000	37,000
Interest income	(21,000)	(14,000)
Other income	(8,000)	(22,000)
Incl. bef. taxes	\$ 203,000	\$ 37,000
Income taxes	100,000	34,000
Incl.-cont. oper.	\$ 103,000	\$ 3,000
Incl.-discont. oper.	20,000	16,000
Net Income	\$ 123,000	\$ 19,000
Extraordinary credit	22,000	—
Cum. effect of change in pension accounting	—	66,000
Net Income & extraord. credit	\$ 145,000	\$ 85,000

* Included in Costs and Expenses. Depreciation: \$154,000,000 in 1987 and \$136,000,000 in 1986.

Assets (000's)	1987	1986
As of Oct. 31		
Cash & short-term invest.	\$ 183,000	\$ 175,000
Accr. receiv., net	659,000	582,000
*Investments	452,000	468,000
Prepaid expenses	115,000	71,000
Current Assets	\$ 1,409,000	\$ 1,296,000
Investments	26,000	35,000
*Fixed assets	1,191,000	1,119,000
Other assets	265,000	143,000
Total Assets	\$ 2,921,000	\$ 2,593,000

Liabilities (000's)	1987	1986
Long payable	\$ 162,000	\$ 13,000
Long-term debt, curr.	18,000	15,000
Accr. payable	375,000	336,000
Accrued comp.	239,000	202,000
Taxes	134,000	106,000
Other accruals	245,000	172,000
Cur. Liabilities	\$ 1,177,000	\$ 844,000
Long-term debt	249,000	285,000
Pension & other lab.	183,000	135,000
Minority interest	22,000	27,000
Deferred inc. from sales & leaseback	57,000	66,000
Deferred inc. taxes	54,000	49,000
+Common stock	63,000	63,000
Add. paid-in capital	175,000	180,000
Retained earnings	1,518,000	1,418,000
Foreign cur. trans.	(79,000)	(128,000)
Treasury stock	(498,000)	(366,000)
Total Liabilities & Shareholders' Equity	\$ 2,921,000	\$ 2,593,000

*At lower of cost or market. Domestic inventories at LIFO; all others at FIFO or average cost.
 † Less accumulated depreciation.
 + No par value.

Statistical Summary		
%Net income to Equity	10.43	1.63
Sales to inventories	8.02	7.48
Debt to Equity	0.36	0.27
Working Capital	\$ 262,000,000	\$ 452,000,000
Current Ratio	1.22	1.54
Shareholders' Equity	\$ 1,179,000,000	\$ 1,167,000,000

The First Republic Corporation of America

302 Fifth Avenue
New York, New York 10001
(212) 279-6100

Officers: A.A. Rosen, chairman of the board; Norman A. Halper, president; Jonathan P. Rosen, vice president; Myron Mauer, vice president; Leo Ditzoff, secretary & treasurer; Louis H. Ninkoff, asst. v.p.

Directors: A.A. Rosen, chairman; Leo Ditzoff, Norman A. Halper, Jonathan P. Rosen, William M. Silverman, Irving Bobrow, Steven Weiman.

Business Activities: Manufacturer of worsted and acrylic yarns; engages in real estate and hotel operations; produces hard shell clams and oysters.

Textile Divisions and Subsidiaries

Hanora Spinning, Inc.
Woonsocket, Rhode Island

Whitlock Combing Co., Inc. (50% owned)
South Carolina

Transfer Agent(s)
Mellon Securities Trust Company
Fort Lee, New Jersey
Continental Stock Transfer Corporation
Jersey City, New Jersey
Stock Exchange(s): Over-the-Counter

Sales & Earnings		
	Revenue +	Net Income
1987	\$ 39,318,424	\$ 2,656,589
1986	32,694,033	2,092,546
1985	32,742,990	3,407,051
1984	36,480,000	1,201,111
1983	32,231,001	1,681,586
	No. of Com. Shares	Earn. per Share \$
1987	695,263	3.82
1986	698,748	2.99
1985	700,441	5.15
1984	702,174	1.71
1983	731,340	2.30

+ Of continuing operations only.
 † Based on the average number of shares outstanding.

Revenues by Line of Business		
	1987	1986
Textile	\$ 13,984,667	\$ 10,748,328
Seafood	3,843,078	2,541,699
Real estate	15,954,381	14,345,938
Hotel	5,311,178	4,680,088
Other	349,320	586,413
Eliminations	(124,200)	(108,433)
Total	\$ 39,318,424	\$ 32,694,033

Common Stock Equity		
	Total Equity	Equity Per Share†
1987	\$ 28,893,940	\$ 41.56
1986	26,439,572	37.84
1985	26,411,479	34.85
1984	20,835,278	29.67
1983	19,714,552	26.96

‡ Based on the average number of shares outstanding.

Income Account		
Year ended June 30	1987	1986
Net sales	\$ 39,318,424	\$ 32,694,033
Cost of sales	26,505,747	21,561,422
Expenses	2,794,581	2,861,900
Interest & debt service	1,128,164	1,026,361
Depreciation & amortization	3,182,471	2,671,521
Minority interest	(74,628)	(71,717)
Income before taxes	\$ 5,781,589	\$ 4,644,546
Income taxes	3,125,000	2,552,000
Net Income	\$ 2,656,589	\$ 2,092,546

Assets		
As of June 30	1987	1986
Cash & cash equivalents	\$ 2,363,507	\$ 1,526,958
Accr. & rents receiv.	3,779,829	3,458,411
Mortg. receiv.	94,993	87,887
Notes & other receiv.	193,219	299,815
*Investments	2,479,213	1,255,742
Prepaid expenses	1,283,483	1,167,796
Due from rel. parties	820,892	729,478
Assets held for resale	2,743,171	—
Current assets	\$ 13,962,507	\$ 8,526,087

#Fixed assets	28,701,113	31,167,097
Other assets	6,836,993	6,899,970
Total Assets	\$ 49,500,017	\$ 46,993,154

Liabilities		
	1987	1986
Notes payable	\$ 4,133,825	\$ 300,000
Long-term debt, curr.	617,701	2,044,846
Accr. payable	1,201,163	1,053,911
Accruals	1,167,721	1,372,256
Due to rel. parties	890,134	794,112
Deposit payable	600,000	—
Liab. to assets held for resale	1,839,490	—
Other liabilities	261,482	192,330
Cur. Liabilities	\$ 10,731,516	\$ 5,757,775
Long-term debt	5,997,648	10,152,372
Minority interest	809,137	919,766
Deposit & loans payable	1,588,501	1,243,193
Deferred inc. taxes	971,926	1,174,048
Deferred income	505,648	516,046
Subord. debent. pay.	401,661	390,382
+Common stock	1,175,261	1,175,261
Add. paid-in capital	15,000,753	15,000,753
Retained earnings	14,054,214	13,997,625
Treasury stock	(3,336,288)	(3,134,067)
Total Liabilities	\$ 49,500,017	\$ 46,993,154
Shareholders' Equity	\$ 49,500,017	\$ 46,993,154

*At lower of cost (FIFO) or market.
 † Less accumulated depreciation and amortization.
 + \$1 par value.

Statistical Summary		
%Income bef. Taxes to Sales	14.70	14.21
%Net income to Sales	6.76	6.40
%Net income to Equity	9.19	7.91
Ratio to Inventories	15.86	26.04
Debt to Equity	0.36	0.27
Working Capital	\$ 3,230,791	\$ 2,768,312
Current Ratio	1.30	1.48
Shareholders' Equity	\$ 28,893,940	\$ 26,439,572

Fruit Of The Loom, Inc.

(Formerly Farley/Northwest Industries, Inc.)

233 South Wacker Drive
6300 Sears Tower
Chicago, Illinois 60606
(312) 876-7734

Officers: William F. Farley, chairman of the board & chief exec. officer; John M. Albertine, vice chairman; Richard M. Cio, asst. v.p. & chief financial officer; Robert J. Meier, v.p., treasurer & controller; Kenneth Greenbaum, v.p. & general counsel; Earl C. Slianka, v.p.-taxes; Nancy A. Nagy, secretary.

Directors: William F. Farley, chairman; Richard M. Cio, Leon D. Black, Douglas M. Kinney, John M. Albertine.

Business Activities: Engaged in the production and marketing of men's, women's and children's underwear, screen print T-shirts, and socks.

Textile Trademarks and/or Brand Names: Fruit of the Loom, B.V.D., Screen Stars, Camp, Russell National.

Textile Plant Locations(s): Aliceville, Brundidge, Fayette, Jacksonville & Winfield, Ala.; Batesville, Miss.; Bowling Green, Jamestown, Campbellville & Frankfort, Ky.; Lexington, S.C.; Kings Mountain, Albemarle & Franklinton, N.C.; Jeanerette & St. Martinville, La.

Subsidiaries

Union Underwear, Inc.
Aliceville Cotton Mill, Inc.
Brundidge Shirt Corp.
The B.V.D. Licensing Corporation
Camp Hosiery Company, Inc.

Fruit Of The Loom, Inc.

Payette Cotton Mill, Inc.
Franklin Cotton Mills, Inc.
Martin Mills, Inc.
Pencils Mills, Inc.
Russell Hosiery Mills, Inc.
Superior Hosiery, Inc.
Union Yarn Mills, Inc.
Winfield Cotton Mill, Inc.
W.P. McCarter & Co., Ltd.
McCarter Ltd.
McCarter Ireland Ltd.

Transfer Agent(s)

Manufacturers Hanover Trust Co.
450 W. 33rd Street
New York, New York 10001

Stock Exchange(s) American

Ticker Symbol: FITL

Sales & Earnings x

	Net Sales +	Net Income ‡
12/31/87	\$ 870,300,000	\$ (13,400,000)
12/31/86	692,900,000	12,100,000
12/31/85*	242,200,000	11,000,000
7/31/85 †	331,900,000	(83,900,000)
12/31/84#	600,000,000	77,500,000

No. of Com. Shares

12/31/87	61,530,000	\$ —
12/31/86	30,500,000	—
12/31/85*	30,500,000	—

(Loss)

* 5 months.

† 7 months.

Predecessor company.

x On July 31, 1985, Northwest Industries, Inc., the predecessor of Fruit of the Loom, Inc., was merged into the Company, completing the acquisition of Northwest.

+ Of continuing operations only.

‡ Including extraordinary losses of \$56,200,000 in 1987 and \$9,300,000 in the seven months ended July 31, 1985.

Common Stock Equity

	Total Equity	Equity Per Share
12/31/87	\$ 193,100,000	\$ 3.14
12/31/86	(5,100,000)	—
12/31/85	17,300,000	0.57

(Deficiency)

Income Account *

(000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 870,300	\$ 692,900
Cost of sales	246,200	425,400
Expenses	108,100	97,900
Interest expense	98,900	119,100
Goodwill amortization	24,600	23,000
Other income	(5,000)	(2,700)
Income bef. taxes	\$ 77,500	\$ 30,300
Income taxes	39,700	29,900
Inc.-cont. oper.	\$ 37,800	\$ 400
Inc.-discont. oper.	5,000	11,700
Net income	\$ 42,800	\$ 12,100
Extraord. loss	(36,200)	—
Net income & extraord. loss	\$ (13,400)	\$ 12,100

* Included in Costs and Expenses, Depreciation and Amortization: \$52,100,000 in 1987 and \$43,000,000 in 1986.

Assets (000's)

As of Dec. 31	1987	1986
Cash & cash equiv.	\$ 19,400	\$ 57,900
Accts. receiv., net	99,700	72,300
*Inventories	169,600	136,000
Other curr. assets	9,600	7,300
Current Assets	\$ 298,300	\$ 273,500
*Fixed assets	292,800	192,300
Net assets-discont. oper.	15,400	177,900
Goodwill	931,800	913,200
Investment	37,400	—
Other assets	33,900	12,000
Total Assets	\$ 1,609,600	\$ 1,608,900

Liabilities (000's)

Short-term notes payable	\$ 95,000	\$ 20,000
Long-term debt, curr.	61,800	61,500
Accounts payable	34,500	21,100
Accrued taxes	132,100	12,000
Interest payable	20,700	39,500
Accrued payroll	10,000	14,900
Other accruals	35,800	39,000
Current Liabilities	\$ 389,900	\$ 208,000
Long-term debt	762,300	787,000
Deferred inc. taxes	155,100	279,400
Other liabilities	109,200	102,800
Redeemable preferred stock	—	234,800
+Common stock:		
Class A	267,230	10,030
Class B	9,970	9,970
Retained earnings (def.)	(93,500)	(28,100)
Cur. trans. adjust.	9,400	3,000
Total Liabilities & Shareholders' Equity	\$ 1,609,600	\$ 1,608,900

* At lower of cost (LIFO) or market.

Loss accumulated depreciation.

+ \$0.01 per value.

Statistical Summary

%Net Income to Equity	22.16	—
Sales to Inventories	5.13	5.09
Debt to Equity	4.30	—
Working Capital	—	\$ 65,900,000
Current Ratio	—	1.31
Shareholders' Equity (Deficiency)	\$ 193,100,000	\$ (5,100,000)

Fuqua Industries, Inc.

4900 Georgia-Pacific Center
Atlanta, Georgia 30303
(404) 658-9000

Officers: J. B. Fuqua, chairman of the board & chief executive officer; Lawrence P. Klamon, president & chief operating officer; Dooley E. Culbertson, exec. v.p.; B. L. Goldberg, group v.p.-sporting goods; James M. Bahin, v.p.-finance; John F. Bartels, v.p.-controller; William D. Dodge, v.p.-insurance; James R. Foster, v.p. & treasurer; Mildred H. Hutcheson, v.p.-legal services; John C. McCune, v.p.-operations; Samuel W. Norwood, III, v.p.-corporate development; Hiram M. Nowlan, Jr., secretary; Colin W. Brown, v.p. & general counsel; Donald M. Culbertson, asst. controller; Paul N. Kiet, deputy gen. counsel; James M. Adamovitz, v.p.-taxes; William H. Lavinder, asst. treasurer.

Directors: J. B. Fuqua, chairman; Frank W. Hulse, Anthony A. Malizia, Carl E. Sanders*, Paul E. Yarbrough, Jr., L. P. Klamon*, D. Carl Hamill, W. Clay Hammer, John B. Zellars, J. Rex Fuqua.

* Member of the Executive Committee

Business Activities: The Company is involved in the distribution of athletic hosiery sold under a variety of licensed names including the names of teams in the NFL and Major League Baseball, as well as Keds, English Leather, Pro-Keds, Looney-Tunes and Amateur Athletic Union (AAU), through its Willow Hosiery subsidiary. Nelson/Weather-Rite, Inc. sells rainwear and footwear for camping and outdoor activity. Hutch Sporting Goods, Inc. manufactures equipment for major team sports activities, including youth uniforms of NFL and National Basketball Association teams. Other activities include the manufacture of lawn and garden equipment, recreation products, industrial products, financial services and photo-finishing.

Trademarks and/or Brand Names: AAU, English Leather, Keds, Looney Tunes, Pro-Keds.

Textile/Apparel Subsidiaries

Willow Hosiery Company, Inc.
350 Fifth Avenue
Suite 314
New York, New York 10118
(212) 594-0020
Athletic and family hosiery.

Divisions and Subsidiaries

Ajay Enterprises Corporation
1501 East Wisconsin Street
Delevan, Wisconsin 53115
(414) 728-5521
Golf, exercise and other sports equipment.

Nelson/Weather-Rite, Inc.
125 Enterprise Avenue
Secaucus, New Jersey 07094
(201) 348-0400
Camping, rainwear and other sports equipment.

Hutch Sporting Goods, Inc.
1924-1928 West Eighth Street
Cincinnati, Ohio 45204
(513) 251-4510
Team athletic equipment.

Transfer Agent(s)

Chase Manhattan Bank, N.A.
New York, New York

Stock Exchange(s) New York, Pacific

Ticker Symbol: FQA

Sales & Earnings

	Net Sales + (000's)	Net Income ‡ (000's)
1987	\$ 772,343	\$ 62,930
1986	701,194	39,575
1985	636,178	33,220
1984	571,612	37,694
1983	468,000	11,692
	No. of Com. Shares †	Earn. per Share ‡
1987	21,659,000	\$ 2.92
1986	21,301,000	1.86
1985	20,759,000	1.61
1984	20,018,000	1.88
1983	20,000,000	2.13

+ Includes other revenues; of continuing operations only.
‡ Including extraordinary gains of \$219,000 (\$0.01 per share) in 1985, \$320,000 (\$0.02 per share) in 1984 and \$945,000 (\$0.05 per share) in 1983.

† Based on the average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Revenues by Line of Business
(000's)

	1987	1986
Laws & garden	\$ 287,600	\$ 266,700
Photofinishing	304,300	265,000
Sporting goods	180,400	169,300
Total	\$ 772,300	\$ 701,200

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.24	—	—
1986	0.22	—	2-for-1
1985	0.20	—	—
1984	0.19	—	—
1983	0.18	—	2-for-1

+ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity (000's)	Equity Per Share †
1987	\$ 308,677	\$ 14.25
1986	246,434	11.57
1985	205,198	9.88
1984	164,589	8.22
1983	130,257	6.51

† After allowing for Series B preferred stock at involuntary liquidation value.

† Based on the average number of shares outstanding adjusted to reflect stock splits.

Income Account *
(000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 772,343	\$ 701,194
Exp. in inc. of Georgia Fed.	44,827	29,503
Total income	\$ 817,170	\$ 730,697
Cost of sales	520,253	469,092
Expenses	171,526	159,431
Prov. for consol. of mfg. facil.	4,300	—
Interest expense	28,654	29,544
Other income	(6,704)	(5,894)
Income before taxes	\$ 99,141	\$ 78,524
Income taxes	36,191	31,651
Inc.-cont. oper.	\$ 62,950	\$ 46,873
Loss-discont. /per.	—	(7,298)
Net income	\$ 62,950	\$ 39,575

* Included in Costs and Expenses, Depreciation and Amortization: \$21,695,000 in 1987 and \$21,001,000 in 1986.

Assets
(000's)

As of Dec. 31	1987	1986
Cash	\$ 46,165	\$ 20,889
Receivables	186,022	175,310
* Inventories	95,596	103,224
Prepaid expenses	6,063	6,355
Pat. inc. tax benefit	14,806	14,624
Current Assets	\$ 348,652	\$ 320,402
Invest. in Georgia Fed.	240,863	234,975
Notes receiv.	12,595	9,743
Investments	4,572	7,045
* Fixed assets	91,514	107,961
Intangibles	46,743	39,131
Total Assets	\$ 748,341	\$ 719,237

Liabilities
(000's)

Notes payable	\$ 30,000	\$ 19,000
Long-term debt & cap. lease oblig., curr.	10,967	23,524
Accts. payable & accruals	110,405	132,104
Income taxes	—	12,536
Cur. liabilities	\$ 151,372	\$ 189,164
Long-term debt & cap. lease oblig.	40,659	107,453
Subord. debt	227,176	159,329
Deferred inc. taxes	20,457	16,877
+ Common stock	21,616	21,407
Add. paid-in capital	29,897	25,427
Retained earnings	264,340	254,223
Treasury stock	(7,176)	(6,623)
Total Liabilities & Shareholders' Equity	\$ 748,341	\$ 719,237

* At lower of cost (LIFO) or market.

* Loss accumulated depreciation.

+ \$1 per value.

Statistical Summary

% Income bef. Taxes to Sales	12.84	—
% Net Income to Sales	8.15	—
% Net Income to Equity	20.39	16.06
Debt to Equity	1.00	1.26
Working Capital	\$ 197,080,000	\$ 131,238,000
Current Ratio	2.30	1.69
Shareholders' Equity	\$ 308,677,000	\$ 246,434,000

GAF Corporation

1361 Alps Road
Wayne, New Jersey 07470
(201) 628-3000

Officers: Samuel J. Heyman, chairman of the board & chief exec. officer; James T. Sherwin, vice-chairman & chief administrative officer; Irving Kagan, sr. v.p., general counsel & secretary; Heinn P. Tomfohrde, III, exec. vice president; John A. Brennan, exec. vice president; Carl R. Eckardt, c.t.o.; vice president; Gerald R. Whitmore, v.p.-human resources; Salvatore C. Bellini, v.p. & controller; Matthew L. Gooby, v.p.-management information systems; Bernard L. Kapell, v.p.-taxation; Joel A. Aam, sr. v.p.-treasury & business development.

Directors: Samuel J. Heyman, chairman; Daniel T. Carroll, Carl R. Eckardt, Jacob E. Goldman, Sanford Kaplan, William P. Lyons, Scott A. Rogers, James T. Sherwin, William Spier, Joseph D. Tydings.

Business Activities: Chemical: acetylene-based chemicals used to make plastics, synthetic fibers, cosmetics, etc.; specialty chemicals, including surfactants, textile auxiliary chemicals, organometallics and ultraviolet absorbers; agricultural chemicals; mineral products; and filters. Building materials; roofing materials; insulation.

Plant Locations: Huntsville, Mobile, Alabama; Fontana, California; Tampa, Florida; Savannah, Winder, Georgia; Mount Vernon, Indiana; Calvert City, Kentucky; Baltimore, Maryland; Millis, Massachusetts; Minneapolis, Minnesota; Annapolis, Missouri; Linden, New Jersey; Blue Ridge, Erie, Summit, Pennsylvania; Chester, Spartanburg, South Carolina; Nashville, Tennessee; Dallas, Seadrift, Texas City, Texas; Pembine, Wisconsin.

Trademarks and/or Brand Names: 2-Pyrol, V-Pyrol, Gantrex, Peragel, Solidogen, Gafglas.

Domestic Subsidiaries:

GAF Building Materials Corp. (Delaware)
GAF Chemicals Corp. (Delaware)
GAF Broadcasting Co., Inc. (New York)
GAF Export Co. (New York, New York; Carolina, Puerto Rico)
GAF Hawaii Inc. (Hawaii)
GAF International Corp. (New York, New York)
GAF Realty Corp. (Delaware)

General Aniline & Film Corp. (Delaware)

Foreign Subsidiaries:

GAF (Belgium) N.V.
GAF (Deutschland) G.m.b.H. (F.R. Germ.)
GAF (France) S.A.
GAF (Norway) A/S (Norway)
GAF (Svenska) A.B. (Sweden)
GAF (Canada) Ltd.
GAF Corporation de Mexico, S.A. de C.V.
GAF (Danmark) A/S (Denmark)
GAF do Brasil Industria e Comercio Ltda. (Brazil)
GAF (Great Britain) Ltd.
GAF Insurance Ltd. (Bermuda)
GAF (Italia) S.r.l. (Italy)
GAF Japan Ltd.
GAF (Osterreich) G.m.b.H. (Austria)
GAF (Singapore) Private Ltd.
GAF (Suomi) Oy (Finland)
GAF (Switzerland) A.G.
GAF (New Zealand)
GAF (Spain)

Affiliates:

GAF/Huls Chemie G.m.b.H. (50% owned)
Marl, West Germany

Transfer Agent(s):

Morgan Shareholder Services Trust Company
30 West Broadway
New York, New York 10007

Stock Exchange(s): New York

Ticker Symbol: GAF

Sales & Earnings

	Net Sales + (000's)	Net Income † (000's)
1987	\$ 836,928	\$ 237,557
1986	753,600	293,161
1985	732,000	77,581
1984	731,300	56,702
1983	699,400	(3,841)
	No. of Com. Shares #	Earn. per Share # †
1987	34,144,000	\$ 6.96
1986	36,283,000	8.08
1985	34,342,000	2.25
1984	29,020,000	1.85
1983	28,884,000	—

(Loss)

+ Of continuing operations only.

† Including extraordinary gains of \$137,505,000 (\$4.03 per share) in 1987, \$212,475,000 (\$5.86 per share) in 1986, \$23,285,000 (\$0.68 per share) in 1985, \$15,656,000 (\$0.54 per share) in 1984 and \$25,358,000 (\$0.88 per share) in 1983.

Based on the weighted average number of shares outstanding adjusted to reflect stock splits.

Revenues by Line of Business
(000's)

	1987	1986
Chemical	\$ 431,400	\$ 377,300
Building materials	400,500	372,100
Broadcasting	5,000	4,200
Total	\$ 836,900	\$ 753,600

GAF Corporation

Common Stock

	Cash Dividend #	Stock Dividend	Stock Split
1987	\$ 0.10	—	—
1986	0.10	—	2-for-1
1985	0.10	—	—
1984	0.05	—	—
1983	0.025	—	—

Adjusted to reflect stock split.

Common Stock Equity

	Total Equity	Equity Per share +
1987	\$ 508,317,000	\$ 14.89
1986	601,498,000	16.58
1985	298,153,000	8.68
1984	147,017,000 #	5.07
1983	101,797,000 #	3.52

After allowing for preferred stock at aggregate liquidation value.
+ Adjusted to reflect stock split.

Income Account * (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 836,928	\$ 753,774
Cost of sales	549,501	496,184
Expenses	168,572	143,943
Other income	(89,767)	(47,266)
Interest expense	54,116	35,437
Income before taxes	\$ 154,506	\$ 125,476
Income taxes	54,454	44,790
Net income	\$ 100,052	\$ 80,686
Extraordinary credit	137,505	212,475
Net income & extraord. credit	\$ 237,557	\$ 293,161

* Included in Costs and Expenses, Depreciation: \$17,706,000 in 1987 and \$17,982,000 in 1986.

Assets (000's)

As of Dec. 31	1987	1986
Cash	\$ 61,094	\$ 44,623
Short-term invest.	254,984	407,840
Accts. receiv. net	137,565	112,681
*Inventories	116,304	86,190
Other current assets	10,509	7,737
Current Assets	\$ 580,456	\$ 659,121
Marketable securities	298,978	412,365
*Fixed assets	276,620	208,396
Other assets	141,717	67,187
Total Assets	\$ 1,297,771	\$ 1,347,069

Liabilities (000's)

Notes payable	\$ 8,585	\$ 2,757
Long-term debt, curr.	1,559	335
Accts. payable	81,907	78,764
Accruals	91,308	79,289
Income taxes	31,471	5,805
Cur. Liabilities	\$ 224,830	\$ 166,950

Long-term debt	491,966	480,114
Other liabilities	72,658	98,507
+Common stock	36,008	36,008
Add. paid-in capital	46,565	44,736
Retained earnings	753,432	519,207
Translation adj.	18,134	3,928
Net unrealized losses	(22,038)	—
Treasury stock	(323,790)	(2,381)

Total Liabilities &
Shareholders' Equity \$ 1,297,771 \$ 1,347,069

* At lower of cost (average LIFO) or market.
Less accumulated depreciation.
+ \$1 par value.

Statistical Summary

% Income bef. Taxes to Sales	18.46	16.65
% Net Income to Sales	11.95	10.70
% Net Income to Equity	19.68	13.41
Sales to Inventories	7.20	8.75
Debt to Equity	0.99	0.80
Working Capital	\$ 355,626,000	\$ 492,171,000
Current Ratio	2.58	3.93
Shareholders' Equity	\$ 508,317,000	\$ 601,498,000

Galaxy Carpet Mills, Inc.

850 Arthur Avenue
Elk Grove Village, Illinois 60007
(312) 593-0355

Officers: Irwin M. Harvey, chairman of the board & chief exec. officer; Alvin B. Bush, president & chief operating officer; Charles A. Bramlett, exec. vice president & dir.-mfg.; Bobby T. Mosteller, sr. v.p.-mfg. planning & operations; Jack C. Chadwick, v.p.-carpet mfg.; Robert A. Izard, sr. v.p.-international sales; Larry D. Reed, sr. v.p.-finance & administration; Philip Steinway, v.p.-sales; Myron H. Lurie, v.p.-distribution; Louis Rostan, asst. secretary; Dave Russell, v.p.-mgmt. info. systems; Ralph Williams, v.p. & dir.-research & development; Dewey French, sr. v.p. & dir.-marketing; Bernard F. Whittlinger, v.p.-Nautilus Division; Jack Flammini, v.p.-credit; Robert A. Lange, Jr., secretary-treasurer; Donald J. Savon, v.p.-Eastern Division; Alan W. Morse, v.p.-product styling & design; Fred Ellman, v.p.-advertising & promotion; Mike Fuller, v.p.-personnel & industrial relations; Robert E. Demard, Jr., v.p.-Southern Division; Bob George, v.p.-Western Division; Bob Ruppe, v.p.-yarn manufacturing; Edward H. Williams, v.p.-North American Division.

Directors: Charles A. Bramlett, Alvin B. Bush, Irwin M. Harvey, Robert A. Izard, Randall Kaplan, Bobby T. Mosteller, George K. Hendrick, Jr., Donald P. Jacobs, F. E. Masland, III.

Business Activities: Manufactures tufted carpet which is marketed to retailers and wholesale distributors for residential and commercial applications.

Trademarks and/or Brand Names: Future Step, Uni-set, Quickship, Mark-less Beauty, Seam-Less Saxonies, Spot-Less Collection, Creative Classics, The Naturals.

Plant Location(s): Ft. Oglethorpe, Chatsworth & Dalton, GA; South Pittsburg, Tennessee.

Transfer Agent(s)

Continental Illinois National Bank
and Trust Company of Chicago
Chicago, Illinois

Stock Exchange(s): American

Ticker Symbol: GXY

Sales & Earnings

	Net Sales	Net Income
1987	\$ 262,726,208	\$ 5,797,681
1986*	204,007,000	1,300,000
1985	193,311,000	1,741,000
1984	222,618,000	7,016,000
1983	200,121,000	7,778,000

	No. of Com. Shares ↑	Earn. per Share ↑
1987	1,372,000	\$ 1.72
1986*	1,371,000	0.36
1985	1,371,000	1.11
1984	1,371,000	2.08
1983	1,252,000	2.39

* 53 weeks.

† Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	—
1986	—	—	—
1985	—	—	—
1984	—	—	—
1983	—	—	5-for-4

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 60,845,000	\$ 18.04
1986	55,018,000	16.32
1985	53,818,000	15.96
1984	50,077,000	14.86
1983	43,061,000	12.77

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Income Account *

Year ended	10/3/87	10/4/86
Net sales	\$ 262,726,208	\$ 204,007,118
Cost of sales	200,787,415	160,085,073
Expenses	44,850,171	37,474,621
Interest expense	4,998,037	4,320,699
Other expense	328,822	250,934
Income before taxes	\$ 11,861,763	\$ 1,875,791
Income taxes	6,064,082	675,692
Net Income	\$ 5,797,681	\$ 1,200,099

* Included in Costs and Expenses, Depreciation: \$4,517,741 in 1987 and \$4,477,894 in 1986.

Assets

As of	10/3/87	10/4/86
Cash	\$ 829,904	\$ 1,304,314
Accts. receiv., net	43,472,575	38,370,933
*Inventories	58,225,677	46,174,569
Prepaid expenses	7,443,937	6,558,269
Current Assets	\$ 109,972,093	\$ 92,408,085
*Fixed assets	47,132,376	40,208,926
Defer. charges & other assets	1,437,741	688,169
Total Assets	\$ 158,542,210	\$ 133,305,180

Liabilities		
Notes payable	\$ —	\$ 8,000,000
Long-term debt, curr.	334,002	2,626,401
Accts. payable	20,610,196	23,442,647
Accruals	6,688,111	6,029,340
Income taxes	672,114	457,198
Curr. Liabilities	\$ 28,304,423	\$ 40,555,586
Long-term debt	61,892,187	31,646,281
Deferred inc. taxes	7,500,782	6,085,070
+Common stock	337,331	337,070
Add. paid-in capital	9,202,815	9,174,182
Retained earnings	51,304,672	45,506,991
Total Liabilities & Shareholders' Equity	\$ 158,542,210	\$ 133,305,180

* At lower of cost (LIFO) or market.
 ‡ Less accumulated depreciation.
 + \$0.10 par value.

Statistical Summary		
% Income bef. Taxes to Sales	4.51	0.92
% Net Income to Sales	2.21	0.59
% Net Income to Equity	9.53	2.18
Sales to Inventories	4.51	4.42
Debt to Equity	1.02	0.62
Working Capital	\$ 81,667,670	\$ 51,852,499
Current Ratio	3.89	2.28
Shareholders' Equity	\$ 60,344,818	\$ 55,018,243

Garan, Incorporated

350 Fifth Avenue
 New York, New York 10118
 (212) 563-2000

Officers: Seymour Lichtenstein, chairman of the board; Jerald Kamel, president; William J. Wilson, v.p.-finance & administration; Perry Mullen, v.p.-mfg.; Marvin S. Robinson, v.p., general counsel & secretary; David Jones, sr. v.p.-corp. sales; Philip Duniker, group v.p.-private label; Marita Lichtenstein, v.p.-design; Rodney Faver, v.p.-children's manufacturing; Melvin Dulancy, v.p.-adult manufacturing; R.H. Born, dir.-marketing; Alexander J. Sitarnek, corp. controller.

Directors: Seymour Lichtenstein, chairman; Perry Mullen, Jerald Kamel, William J. Wilson, Marvin Robinson, Rodney Faver, Myron Graham.

Business Activities: Produces and markets knitted and woven sport shirts for men and boys; slacks and jeans; girls' and juniors' knitted tops and jeans; and infants' and toddlers' tops and bottoms.

Trademarks and/or Brand Names: Garan, Garanimals, Garan Mountain Lion, Garan Man, Garan by Marita, Rob Roy, bibo, Jell-o, National Football League, Major League Baseball, Bobbie Breaks, Garan Advantage.

Plant Locations(s): Ozark, Ark.; Clinton, Ky.; Jonesville, Kaplan, Marksville, Many, Olla, Simmesport, Church Point, Port Barre, La.; Carthage, Corinth, Europe, Kosciusko, Lambert, Philadelphia, Starkville, Iuka, Halesville, Miss.; Adamsville, Tenn.; Rainville, Ala.

Transfer Agent(s):

Morgan Shareholder Services Trust Company
 New York, New York

Stock Exchange(s): American

Ticker Symbol: GAN

Sales & Earnings		
	Net Sales	Net Income
1987	\$ 108,835,000	\$ 2,186,000
1986	105,386,000	2,865,000
1985	138,161,000	5,561,000
1984	176,907,000	11,916,000
1983	160,724,000	10,831,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	2,706,600	\$ 0.81
1986	2,977,500	0.96
1985	3,243,300	1.71
1984	3,283,100	3.63
1983	3,272,520	3.32

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock dividend.

Common Stock			
	Cash Dividend ‡	Stock Dividend	Stock Split
1987	\$ 0.60	—	—
1986	0.75	—	—
1985	1.20	—	—
1984	1.20	—	—
1983	1.00	20%	—

‡ Adjusted to reflect stock dividend.

Common Stock Equity		
	Total Equity	Equity Per Share ‡
1987	\$ 56,692,000	\$ 20.95
1986	66,498,000	22.33
1985	65,841,000	20.30
1984	72,836,000	22.19
1983	64,846,000	19.82

‡ Adjusted to reflect stock dividend.

Income Account*		
Year ended	9/30/87	9/30/86
Net sales	\$ 108,835,000	\$ 105,386,000
Cost of sales	88,289,000	85,896,000
Expenses	17,494,000	16,314,000
Int. on cap. leases	605,000	621,000
Interest income	(1,469,000)	(2,803,000)
Income before taxes	\$ 3,916,000	\$ 3,358,000
Income taxes	1,730,000	2,493,000
Net Income	2,186,000	2,865,000

* Included in Costs and Expenses, Depreciation and Amortization: \$2,764,000 in 1987 and \$3,039,000 in 1986.

Assets		
As of	9/30/87	9/30/86
Cash	\$ 837,000	658,000
Short-term investments	19,302,000	41,039,000
Accts. receiv., net	23,272,000	18,793,000
*Inventories	22,817,000	15,579,000
Other current assets	1,681,000	1,224,000
Current Assets	67,909,000	77,293,000
*Fixed assets	15,641,290	16,241,000
Other assets	1,417,000	1,799,000
Total Assets	\$ 84,967,000	\$ 95,333,000

Liabilities		
Long-term debt, curr.	\$ 640,000	\$ 507,000
Accts. payable	9,404,000	8,121,000
Accruals	8,304,000	8,777,000
Income taxes	662,000	1,487,000
Curr. Liabilities	\$ 19,030,000	\$ 18,892,000

Cap. lease oblig.	8,184,000	8,842,000
Deferred inc. taxes	1,061,000	1,101,000
+ Common stock	2,611,000	2,974,000
Add. paid-in capital	7,302,000	17,307,000
Retained earnings	46,779,000	46,217,000

Total Liabilities & Shareholders' Equity \$ 84,967,000 \$ 95,333,000

* At lower of cost (LIFO) or market.

‡ Less accumulated depreciation and amortization.
 + \$1 par value.

Statistical Summary		
% Income bef. Taxes to Sales	3.60	5.08
% Net Income to Sales	2.01	2.72
% Net Income to Equity	3.86	4.31
Sales to Inventories	4.77	6.76
Debt to Equity	0.14	0.13
Working Capital	\$ 48,879,000	\$ 58,401,000
Current Ratio	3.57	4.09
Shareholder's Equity	\$ 56,692,000	66,498,000

Gemco National, Inc.

216 Willowbrook Lane
 West Chester, Pennsylvania 19382
 (215) 430-8124

Officers: Ronald W. Hayes, chairman of the board; Frank P. Fitzpatrick, president; chief executive officer; Alvin H. Schwartz, v.p.; Alfred Miller, secretary; Ann Harper, asst. secretary.

Directors: Ronald W. Hayes, chairman; Frank P. Fitzpatrick, Yassin El-Ayouty, Donald F. U. Goebert, Alfred Miller, Alvin H. Schwartz, Merrill D. Schwartz.

Business Activities: Through its wholly owned subsidiary, Universal Industries, Inc., the Company markets footwear, gloves, and related items to department and discount stores and through its catalog division to specialty stores, colleges and universities, and corporate customers.

Subsidiaries:

Universal Industries, Inc.

Transfer Agent(s):

Fleet National Bank
 111 Westminster Street
 Providence, Rhode Island 02903

Stock Exchange(s): American

Ticker Symbol: GNL

Sales & Earnings		
	Net Sales +	Net Income ‡
1987	\$ 19,771,000	\$ 778,000
1986	17,243,000	(1,751,000)
1985	15,549,000	(3,426,000)
1984	15,478,000	129,000
1983	14,314,000	1,771,000
	No. of Com. Shares	Earn. per Share ‡
1987	2,781,556	\$ 0.28
1986	2,714,056	—
1985	2,534,056	—
1984	2,534,056	0.05
1983	N.A.	0.68

(Loss)

N.A.—Not Available.

+ Of continuing operations only.

‡ Including extraordinary gains of \$323,000 (\$0.12 per share) in 1987 and \$513,456 in 1986.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Gemco National, Inc.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 6,524,113	\$ 2.35
1986	5,636,700	2.08
1985	7,140,523	2.82
1984	12,566,125	4.96

Income Account *

Year ended Dec. 31	1987	1986
Net sales	\$ 19,770,800	\$ 17,243,091
Cost of sales	12,962,800	11,838,768
Expenses	91,093	4,656,859
Interest expense	557,882	512,053
Interest income	(122,299)	(159,725)
Gain on sale of invest.	—	(1,288,802)
Gain on repurch. of deb.	(35,625)	(3,625)
Other income	(108,904)	(132,516)
Income before taxes	\$ 1,225,851	\$ 1,820,075
Income taxes	636,128	656,677
Income from cost. oper.	\$ 589,725	\$ 1,163,402
Loss from discount. oper.	(135,000)	(3,430,181)
Net Income (Loss)	\$ 454,725	\$ (2,266,779)
Extraord. gain	323,000	515,456
Net Income (Loss) & extraord. gain	\$ 777,725	\$ (1,751,323)

* Included in Costs and Expenses, Depreciation and Amortization: \$345,040 in 1987 and \$367,011 in 1986.

Assets

As of Dec. 31	1987	1986
Cash	\$ 1,918,339	\$ 2,573,810
Accts. receiv., net	2,732,082	1,996,033
Refundable taxes	—	455,408
* Inventories	8,728,381	6,667,428
Other curr. assets	117,108	276,051
Current Assets	\$ 13,495,910	\$ 11,928,730
Notes receiv.	40,000	30,000
Marked, eq. secur.	527,737	—
Debit-stare issue costs	6,282	17,243
* Fixed assets	2,016,671	2,007,319
Other assets	76,492	68,507
Intangibles	42,948	44,813
Total Assets	\$ 16,200,040	\$ 14,116,614

Liabilities

Notes payable	\$ 3,700,012	\$ 1,821,803
Long-term debt, curr.	767,305	2,075,508
Accts. payable	1,165,247	875,777
Allow. for loss-discount. oper.	307,650	348,088
Accruals	513,498	248,930
Current Liabilities	\$ 6,453,712	\$ 5,372,086
Long-term debt	3,222,215	3,107,828
+ Common stock	1,390,778	1,357,028
Add. paid-in capital	3,650,240	3,574,302
Retained earnings	1,483,095	705,370
Total Liabilities & Shareholders' Equity	\$ 16,200,040	\$ 14,116,614

* At lower of cost (FIFO) or market.
* Loss accumulated depreciation and amortization.
+ \$0.30 per share.

Statistical Summary

%Net Income to Equity	6.97	—
Sales to Inventories	2.27	2.59
Debt to Equity	1.18	1.24
Working Capital	\$ 7,042,198	\$ 6,556,644
Current Ratio	2.09	2.22
Shareholders' Equity	\$ 6,524,113	\$ 5,636,700

Genesco Inc.

Genesco Park
Nashville, Tennessee 37202
(615) 367-7000

Officers: William S. Wire, II, chairman, president & chief executive officer; Larry B. Shelton, exec. v.p., chairman & chief exec. officer-The Greif Companies; James W. O'Brien, v.p.-human resources; William C. O'Connor, v.p.-law & secretary; James S. Gulmi, v.p.-finance & treasurer; Richard L. Daniels, v.p., & pres.-Performance Polymers International; William Dragon, Jr., exec. v.p., & president-U.S. Footwear Group; Robert E. Brosky, controller & chief accounting officer.

Directors: William S. Wire*, chairman; Sidney Davidson*, John Diebold*, Harry D. Garber*, Toby S. Wilt*, William Dragon, Jr., J. Owen Howell, Jr., Larry B. Shelton, Edward E. Elson*.

* Member of the Executive Committee

Business Activities: Genesco's business falls into three major areas: retailing, footwear, and men's apparel manufacturing. Operates 658 stores and leased department throughout the U.S.

Plant Location(s): Holtonwald, Waynesboro, and Nashville, Tennessee; Danville, Kentucky; Fulton and Iuka, Mississippi.

Trademarks and/or Brand Names: Kilgour, French & Stanbury, Lavin of Paris, Lavin Studio, Colours by Alexander Julian, Greif, Donald Brooks, Chaps by Ralph Lauren, Phoenix, Polo University Club by Ralph Lauren, Perry Ellis, Johnston & Murphy, Jarman, Code West, Laredo, Mitre, Charm Step, Easy Street, J&M for women.

Divisions and Subsidiaries:

Manufacturing and Wholesale:

Mitre Sports
Genesco Park, Room 328
Nashville, Tennessee 37202
(615) 367-7475
Athletic shoes.

Laredo/Code West Boots
Genesco Park
Nashville, Tennessee 37202
(615) 367-7138

Laredo and Code West western boots for men, women, and children.

Charm Step Shoe Company
Genesco Park
Nashville, Tennessee 37202
(615) 367-7113

Women's popular priced shoes.

Volunteer Leather
Genesco Park
Nashville, Tennessee 37202
(615) 367-8261

Side leather tanning, finishing and distributing.

Johnston & Murphy Shoe Company
Genesco Park
Nashville, Tennessee 37202
(615) 367-8101

J & M Frank Bros. shoes for men, Johnston & Murphy men's shoes; operates 92 retail shoe stores and 45 leased departments.

The Greif Companies
939 Marcon Boulevard
P.O. Box 9000
Allentown, Pennsylvania 18001
(215) 266-2200

Men's and women's clothes.

Genesco Retail:

Journeys
Genesco Park
Nashville, Tennessee 37202
(615) 367-7019
Footwear and personal accessories for young men and women, aged 13-23.

Genesco Factory To You Shoes
Genesco Park
Nashville, Tennessee 37202
(615) 367-7363

Family footwear and accessories at factory prices.

Hardy Shoe Stores
Genesco Park
Nashville, Tennessee 37202
(615) 367-7444

Popular priced men's shoe stores.

Jarman/Flagg
Genesco Park
Nashville, Tennessee 37202
(615) 367-7222

Men's shoe stores and leased departments featuring Jarman shoes.

Transfer Agent(s):

Morgan Shareholder Services Trust Company
(common & preferred stock)
30 West Broadway
New York, New York 10015

Stock Exchange(s): New York, Midwest

Ticker Symbol: GCO

Sales & Earnings

	Net Sales † (000's)	Net Income ‡ (000's)
1985	\$ 405,844	\$ 11,444
1987	514,589	20,426
1986	538,406	(33,929)
1985*	297,372	4,548
1984	606,284	18,745

	No. of Com. Shares	Earn. per Share \$ ‡
1988	15,188,821	\$ 0.61
1987	15,173,821	1.20
1986	15,098,821	—
1985*	15,080,800	0.23
1984	15,044,934	1.08

* 6 months.

(Loss)

† Of continuing operations only.

‡ Including extraordinary gains of \$3,441,000 (50.22 per share) in 1988, \$5,199,000 (50.34 per share) in 1987, \$271,000 (\$0.01 per share) in 1985 and \$3,395,000 (50.22 per share) in 1984.

* Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business (000's)

	1988	1987
Footwear:		
Shoes & leathers	\$ 185,893	\$ 167,381
Raw materials	121,638	114,258
Total Footwear	\$ 307,531	\$ 301,639
Tailored clothing	98,313	93,336
Diversed operations	—	119,614
Total	\$ 405,844	\$ 514,589

Common Stock Equity

	Total Equity	Equity Per Share
1988*	\$ 56,155,000	\$ 3.70
1987	46,185,000	3.04
1986	19,701,000	1.30
1985	58,364,000	3.87
1984	55,141,000	3.67

Income Account *
(000's)

Year ended Jan. 31	1988	1987
Net sales	\$ 405,844	\$ 514,589
Cost of sales	236,966	325,545
Expenses	139,986	178,051
Interest expense	6,328	11,779
Other expense (income)	(6,717)	1,110
Gains on sales of divested oper.	—	(19,116)
Inc. bef. taxes	\$ 7,281	\$ 15,220
Income taxes	3,402	9,626
Inc. - cont. oper.	\$ 3,879	\$ 5,594
Inc. - discont. oper.	4,124	9,633
Net income	\$ 8,003	\$ 15,227
Extraord. gain	3,441	5,199
Net income & extraord. gain	\$ 11,444	\$ 20,426

* Included in Costs and Expenses, Depreciation and Amortization: \$7,619,000 in 1988 and \$10,101,000 in 1987.

Assets
(000's)

As of Jan. 31	1988	1987
Cash	\$ 6,513	\$ 8,566
Marketable securities	40,000	25,100
Contract receiv.	—	63,149
Receiv., net	54,470	46,657
*Inventories	106,045	96,497
Prepaid expenses	3,642	3,224
Curr. Assets	\$ 210,670	\$ 241,193
Other assets	3,836	6,487
*Fixed assets	43,987	42,379
Total Assets	\$ 258,493	\$ 289,059

Liabilities
(000's)

Long-term debt, curr.	\$ —	\$ 14,744
Capitalized lease oblig., curr.	1,912	1,530
Accts. payable & accruals	44,412	39,526
Prov. for oper. divested	—	12,224
Curr. liabilities	\$ 46,324	\$ 68,024
Long-term debt	57,989	79,267
Cap. lease oblig.	11,013	12,925
Prov. for oper. divested	—	14,986
Other liabilities	21,092	4,238
Redem. pref. stock	36,347	34,966
Preferred stock	29,573	29,444
+Common stock	15,677	15,662
Add. paid-in capital	65,673	67,125
Accumulated deficit	(6,828)	(18,235)
Treasury stock	(17,857)	(17,857)
Emp. stock purch. accts.	(510)	(510)
Total Liabilities & Shareholders' Equity	\$ 258,493	\$ 290,059

* At lower of cost (FIFO) or market.
* Less accumulated depreciation.
+ \$1 par value.

Statistical Summary

%Net Income to Equity	9.34	20.13
Sales to Inventories	3.83	5.45
Debt to Equity	0.83	1.43
Working Capital	\$ 164,346,000	\$ 173,169,000
Current Ratio	4.55	3.55
Shareholders' Equity	\$ 85,728,000	\$ 75,653,000

Georgia Bonded Fibers, Inc.

15 Nuttman Street
Newark, New Jersey 07103
(201) 642-3547

Officers: Hugo N. Surmonte, chairman of the board & treasurer; James C. Kostelnik, president; Harry J. Hermann, Jr., v.p.-international operations; Angelina Montebello, secretary; Malcolm Christian, asst. secretary & general counsel; A. David Drayer, controller.

Directors: Hugo N. Surmonte, chairman; James C. Kostelnik, Harry J. Hermann, Jr., Angelina Montebello, Richard C. Campbell, William J. Binnie, Malcolm M. Christian, Joseph F. Raffetto, Robert J. Weeks, Thomas B. Hogan.

Business Activities: Manufactures elastomeric fiber materials used in the manufacture of shoes, luggage, handbags, belts (backing), hats (brims and visors); and in allied industries as a covering, lining or base construction for a variety of consumer and industrial products and as an asbestos substitute for floor underlay.

Trademark(s): Bontex, Sir-Pel, Bon-Foam 400, Sure-Foam II, Morimer, Bon-Pel, Kortex.

Plant Location(s): Buena Vista, Va.; Stembert, Belgium.

Trademarks and/or Brand Names: Angel Tredda, Dearfoams, Madye's, Seug Tredda, Dearfoams for Kids, Dearfoams for Men.

Plant Location(s): Goldsboro, N.C.; San Angelo, Laredo, Texas. Ciudad Juarez, Ciudad Acuna & Nuevo Laredo, Mexico.

Subsidiaries:

Bontex, Inc. (FSC)
Virgin Islands

Bontex, S.A.
Rue Star
Stembert 4801, Belgium

Bontex Italia S.R.L.
Sommecampagna
Verona, Italy

Transfer Agent(s):

Registrar & Transfer Company
Cranford, New Jersey

Subsidiaries:

Consortio Promotional de Industrias, S.A. de C.V.

Univex, S.A. (45.9% owned)
Engaged in the production of Caprolactam used in nylon, both textile and engineering resins applications, as well as industrial products such as tire cord and monofilament.

Tereftalatos Mexicanos, S.A. (22.29%-owned)
Produces purified terephthalic acid which is a raw material used in the production of polyester fibers and resins.

Convertidora Textil, S.A. de C.V. (50%-owned)
Engaged in the production of textured nylon and polyester; acrylic and polyester staple spinning threads; acrylic filament spinning, twisting, dyed and sewing threads.

Stock Exchange(s): Over-the-Counter

Ticker Symbols: GBFH (NASDAQ)

Sales and Earnings

	Net Sales	Net Income †
1987	\$ 32,755,000	\$ 316,000
1986	30,353,144	1,475,991
1985	25,349,022	238,178
1984	30,374,933	1,720,748
1983	27,684,801	1,306,750

	No. of Com. Shares +	Earn. per Share †
1987	1,429,958	\$ 0.22
1986	1,429,958	1.03
1985	1,429,958	0.17
1984	1,429,958	1.20
1983	1,429,958	0.91

† Including extraordinary gain of \$353,544 (\$0.25 per share) in 1986 and extraordinary loss of \$118,961 (\$0.08 per share) in 1985.

+ Adjusted to reflect stock dividend.

* Based on the average number of shares outstanding during the period adjusted to reflect stock dividend.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	—
1986	—	—	—
1985	—	10%	—
1984	—	—	—
1983	—	—	—

Common Stock Equity†

	Total Equity	Equity Per Share +
1987	\$ 8,410,000	\$ 5.68
1986	7,834,000	5.48
1985	5,760,000	4.03
1984	5,811,000	4.06

‡ Restated to reflect change in accounting for the omission of chemical waste costs.

+ Adjusted to reflect stock dividend.

Income Account *

Year ended June 30	1987	1986
Net sales	\$ 32,755,000	\$ 30,353,144
Cost of sales	23,448,000	21,565,840
Expenses	7,955,000	8,715,274
Interest expense	455,000	414,977
Other income	(187,000)	(189,206)
For. curr. exch. adj.	287,000	(153,743)
Income before taxes	\$ 797,000	\$ 2,000,002
Income taxes	481,000	877,555
Net income	\$ 316,000	\$ 1,122,447
Extraord. gain	—	353,544
Net income & extraord. gain	\$ 316,000	\$ 1,475,991

* Included in Costs and Expenses, Depreciation and Amortization: \$395,000 in 1987 and \$529,624 in 1986.

Assets

As of June 30	1987	1986 ‡
Cash	\$ 2,567,000	\$ 3,630,900
Accts. receiv., net	7,146,000	7,321,141
Other receiv.	188,000	118,192
* Inventories	4,461,000	3,341,603
Prepaid expenses	152,000	349,052
Current Assets	\$ 14,534,000	\$ 14,760,888
* Fixed assets	3,961,000	3,552,904
Defer. charges & other assets	268,000	208,448
Total Assets	\$ 18,763,000	\$ 18,522,240

Liabilities

Notes payable	\$ 3,570,000	\$ 3,358,408
Long-term debt, curr.	172,000	444,219
Deferred income taxes	395,000	399,464
Accts. payable	3,483,000	3,568,045
Accruals	1,132,000	1,093,510
Income taxes	11,000	108,062
Curr. Liabilities	\$ 8,763,000	\$ 8,971,708

Georgia Bonded Fibers, Inc.

Long-term debt	671,000	758,913
Deferred inc. taxes		
+ other liab.	919,000	956,947
+ Common stock	143,000	142,990
Add. paid-in capital	958,000	957,689
Retained earnings	7,040,000	6,867,488
For. curr. trans. adjust.	269,000	(133,501)

Total Liabilities & Shareholders' Equity	\$ 18,763,000	\$ 18,522,240
--	---------------	---------------

† Restated.
‡ At lower of cost (LIFO & FIFO) or market.
* Less accumulated depreciation.
+ \$0.10 per value.

Statistical Summary

%Income bef. Taxes		
to Sales	2.43	6.59
%Net Income to Sales	0.96	3.70
%Net Income to Equity	3.76	14.33
Sales to Inventories	7.34	9.08
Debt to Equity	0.52	0.56
Working Capital	\$ 5,771,000	\$ 5,789,180
Current Ratio	1.66	1.63
Shareholders' Equity	\$ 8,410,000	\$ 7,834,000

W.R. Grace & Co.

Grace Plaza
1114 Avenue of the Americas
New York, New York 10036
(212) 819-5500

Officers: J. Peter Grace, chairman of the board, president & chief executive officer; Charles H. Erhart, Jr., chairman of the executive committee; J. P. Bolduc, vice chairman; Terrence D. Daniels, vice chairman; Paul D. Paganucci, vice chairman; Gerald G. Garbacz, executive vice president; Donald E. Grimm, executive vice president; Robert W. Samuels, executive vice president; John F. Spellman, executive vice president; Hugh L. Carey, executive vice president; J. Murfree Butler, sr. v.p.; Christian F. Horn, sr. v.p.; George J. Winchell, sr. v.p.; E. Harold Culp, sr. v.p.; Donald Kohnken, sr. v.p.; Pedro F. Mata, sr. v.p.; Brian J. Smith, sr. v.p.; Carl W. Lorentzen, sr. v.p.; Francis J. Brennan, sr. v.p. & treasurer; F. Peter Boer, sr. v.p. & chief technical officer; Gail Erickson, sr. v.p., general counsel & secretary; George N. McNair, sr. v.p. & general counsel; Samuel J. Cerny, v.p.; Charles H. Ehlers, v.p.; James R. Gregath, v.p.; Fred E. Bennett, v.p.; William B. Sturgis, v.p.; Daniel P. Tucci, v.p.; Laurence R. Vantor, Jr., v.p.; John F. Williams, v.p.; Elwood S. Wood, v.p.; John A. Dudley, v.p.; Lawrence G. Benson, v.p.; Edward G. Najjar, v.p.; Robert C. Walsh, v.p.; Brian B. Burns, v.p.; Edward T. Harvey, v.p.; Kenneth Y. Millian, v.p.; James F. Nerves, v.p.; Antonio R. Ferre, v.p.; Jean-Louis Greze, v.p.; Fred Lempereur, v.p.; C. Dean McWilliams, v.p.; Harry B. Risinger, v.p.; James R. Smith, v.p.; August Umlauf, v.p.; Francois P. van Remoortere, v.p.; William L. Monroe, v.p.; James R. Hyde, v.p.; Noel A. Lee, v.p.; Shojiro Makino, v.p.; John P. McMillin, v.p.; Richard A. Zartler, v.p.; Frederick E. Bona, v.p.; George A. Hvidsten, v.p.; Susan A. Ollila, v.p.; James G. Stier, v.p.; W. Brian McGowan, v.p. & controller.

Directors: J. Peter Grace, chairman; J. P. Bolduc, George C. Dacey, Terrence D. Daniels, Edward W. Duffy, Harold A. Eckmann, Charles H. Erhart, Jr., Mark C. For, James W. Frick, Raymond C. Foster, Gerald G. Garbacz, Ronald H. Grierson, George P. Gardner, Jr., Donale E. Grimm, Constantine L. Hampers, Christian F. Horn, George P. Jenkins, Robert C. Macaulay, Frank E. Mackle, Jr., Roger Milliken, David G. Nancarrow, Paul D. Paganucci, Henry G. Parks, Jr., John E. Phipps, William W. Prince, John A. Puelicher, Eben W. Pyne, D. Walter Robbins, Jr., Robert W. Samuels, John F. Spellman, Grace Sloane Vance, David L. Yumich.

Textile Activities: Specialty textile operation. include drapery, mattress ticking and upholstery fabrics under the Bekaert label in Europe and Australia. Specialty textile printing in the U.S.

Textile Trademarks and/or Brand Names: Bekaert.

General Business Activities: Processing cocoa and chocolate; book, video-cassette and educational computer software distribution, cattle breeding services.

Chemical Activities: Specialty chemical operations encompass a broad range of products including container sealants and application equipment; auto exhaust catalysts for pollution control and petroleum cracking catalysts for the refining industry; flexible plastic packaging materials and equipment; printing blankets and letterpress plates from commercial and newspaper presses; concrete and mixtures and insulating materials, for construction; chelating agents and surfactants used in textile processing and soap manufacture; and water and waste treatment chemicals for industrial and municipal water systems.

Natural Resource Activities: Exploration, development and production of new domestic sources of energy—oil, gas and coal; specialized oil fields services and pulp and paper manufacturing.

Divisions:

Bekaert Australia Pty. Ltd.
Abbots Road
Lyndhurst, Victoria, Australia

Bekaert Textiles N.V.
21 Hoogvloedstraat
B 8970 Waregem, Belgium
Mattress ticking, textile wall coverings and upholstery fabrics.

Transfer Agent(s):

Manufacturers Hanover Trust Company
Securityholder Relations
P.O. Box 24935
Church Street Station
New York, New York 10249

Stock Exchange(s): New York, Midwest, Amsterdam, Basel, Frankfurt, Geneva, Hamburg, Lausanne, London, Paris, Zurich.

Ticker Symbol: GRA

Sales & Earnings

	Net Sales † (000's)	Net Income † (000's)
1987	\$ 4,515,400	\$ 173,100
1986	3,725,700	(472,300)
1985	3,553,200	146,900
1984	3,532,100	198,000
1983	3,343,400	164,600

	No. of Com. Shares #	Earn. per Share †
1987	84,820,000	\$ 2.03
1986	84,078,000	—
1985	103,816,000	1.41
1984	103,346,000	1.91
1983	103,200,000	1.59

(Loss)

† Includes operating revenues; of continuing operations only.

† Including extraordinary gain of \$12,600,000 (\$0.14 per share) in 1987.

Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Revenues by Line of Business (000's)

	1987	1986
Specialty chemicals	\$ 2,793,600	\$ 2,492,000
General business	1,333,600	896,000
Natural resources	388,200	338,000
Total	\$ 4,515,400	\$ 3,726,000

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 1.40	—	2-for-1
1986	1.40	—	—
1985	1.40	—	—
1984	1.40	—	—
1983	1.40	—	—

+ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity ‡ (000's)	Equity † Per Share
1987	\$ 1,455,800	\$ 17.31
1986	1,300,900	15.41
1985	2,394,200	21.70
1984	2,201,100	21.29
1983	2,182,700	21.13

‡ After allowing for preferred stock at par value.
† Adjusted to reflect stock split.

Income Account (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 4,515,400	\$ 3,725,700
Other income	57,800	49,600
Total income	\$ 4,573,200	\$ 3,775,300
Cost of sales	3,070,800	2,517,500
Expenses	793,600	688,500
Depreciation, depletion & amortization	228,900	238,400
Research & devel.	107,300	94,200
Interest expense	122,900	191,800
Asset reserves	—	368,800
Income (loss) bef. taxes	\$ 247,700	\$ (323,900)
Income taxes	105,800	51,500
Inc. (loss)-cont. oper.	\$ 141,900	\$ (375,400)
Inc. (loss)-discont. oper.	18,600	(96,900)
Net Income (Loss)	\$ 160,500	\$ (472,300)
Extraord. gain	12,600	—
Net Income (Loss) & extraord. gain	\$ 173,100	\$ (472,300)

As of Dec. 31	1987	1986
Cash	\$ 151,400	\$ 92,900
Notes & accts. receiv., net	826,500	665,600
Inventories	629,300	583,000
Net assets of discont. oper.	72,400	133,800
Other assets	42,900	41,500
Current Assets	\$ 1,722,700	\$ 1,496,400
Net assets of discont. oper.	184,800	238,300
Investments & advances	197,100	212,300
# Fixed assets	1,701,000	1,579,000
Other assets	555,900	467,000
Intangibles	112,100	104,200
Total Assets	\$ 4,473,600	\$ 4,097,200

Liabilities (000's)

Loans payable	\$ 148,400	\$ 152,600
Accts. payable	521,100	431,600
Income taxes	133,200	126,600
Other liabilities	361,900	407,900
Current Liabilities	\$ 1,164,600	\$ 1,118,700

Long-term debt	1,222,500	1,095,300
Other liabilities	347,600	343,600
Deferred inc. taxes	101,400	94,500
Deferred income	174,200	136,500
+Preferred stock	7,500	7,700
+Common stock	84,700	55,800
Add. paid-in capital	41,100	641,600
Retained earnings	1,292,800	1,238,900
For. curr. adj.	64,700	(39,500)
Treasury stock	(27,500)	(595,500)

Total Liabilities & Shareholders' Equity	\$ 4,473,600	\$ 4,097,200
--	--------------	--------------

* At lower of cost or market.
 * Less accumulated depreciation and depletion.
 + \$100 per value.
 ++ \$1 per value.

Statistical Summary

%Net Income to Equity	10.97	11.23
Sales to Inventories	7.17	6.31
Debt to Equity	0.94	0.95
Working Capital	\$ 558,100,000	\$ 377,700,000
Current Ratio	1.48	1.34
Shareholders' Equity	\$ 1,463,300,000	\$ 1,308,600,000

Grafton Group Limited

(51% of the common shares owned by Greywinds Investa. Ltd.)

9 Sunlight Park Road
 P.O. Box 108, Postal Station G
 Toronto, Ontario, M4M 3G1, Canada
 (416) 461-9411

Officers: W. A. Heslop, chairman, chief executive officer & president; T. E. Topping, exec. v.p.; G. A. Reynolds, v.p.-finance, secretary & treasurer.

Directors: William A. Heslop*, William F. James, James W. McCutcheon*, H. John McDonald*, George A. Reynolds*, T. Edward Topping, David B. Weldon*, Douglas C. Woolley.

* Member of the Executive Committee

Business Activities: Operates retail stores and departments selling men's and ladies' apparel under the names of Jack Fraser, Grafton, Jacks, The Loft, Sideeffects, George Richards, Elks, and Depper Dan. Also operates apparel departments in Woolco under a licensing arrangement and retail shoe stores under the names Maher, Copp, Julia, Footpath, and Reid Stores, located throughout Canada. Toby Industries Limited, a wholly-owned subsidiary, manufactures quilted bedspreads, decorator pillows, fashion products for the bathroom, and other home furnishings products.

Trademarks and/or Brand Names: Martes, Lady Pepperell.

Divisions and Subsidiaries:

Grafton-Fraser, Inc.
 Toby Industries Limited
 Grafton Realty Company, Limited
 Maher Inc.
 James B. McGregor Division
 Forsyth Trading Company Limited (joint venture; 33.33% interest)
 Elks Inc. (66% owned)
 Seifert's Incorporated
 Nabour Stores Ltd.

Transfer Agent(s):

Guaranty Trust Company of Canada

Stock Exchange(s): Toronto

Ticker Symbol: GPO T

Sales & Earnings

	Net Sales †	Net Income +
1988	\$ 627,729,000	\$ (1,186,000)
1987	594,212,000	22,703,000
1986	504,008,000	24,373,000
1985	461,954,000	23,272,000
1984	430,654,000	18,456,000

(Loss)
 + Including extraordinary gains of \$127,000 (\$0.01 per share) in 1987, \$886,000 (\$0.04 per share) in 1986, \$728,000 (\$0.04 per share) in 1985 and \$301,000 (\$0.03 per share) in 1984.
 † Of continuing operations only.
 ‡ Based on the weighted average number of Class A and common shares outstanding.

Revenues by Line of Business

	1988	1987
Retail		
Apparel	\$ 540,691,000	\$ 505,277,000
Footwear	69,803,000	71,122,000
Home furnishings	17,235,000	17,813,000
Total	\$ 627,729,000	\$ 594,212,000

Common Stock

	Cash Dividend‡	Stock Dividend	Stock Split
1988	\$ 0.32	—	—
1987	0.30	—	—
1986	0.23	—	3-for-1
1985	0.21	—	—
1984	0.19	—	—

‡ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1988	\$ 152,850,000	\$ 8.16
1987	166,033,000	8.86
1986	151,595,000	8.09
1985	128,370,000	6.85
1984	110,297,000	5.89

‡ Based on the weighted average number of Class A and common shares outstanding adjusted to reflect stock split.

Income Accruals (000's)

Year ended Jan. 31	1988	1987
Net sales	\$ 610,494	\$ 576,399
Retail Mfg.	17,235	17,813
Total Revenues	\$ 627,729	\$ 594,212

Cost of sales & expenses	540,082	489,974
Rental expense	62,554	55,044
Depreciation	14,247	11,476
Amortization of cost	777	715
Interest expense	7,568	6,482
Misc. income	(4,280)	(3,777)
For. curr. loss (gain)	(277)	311
Gain on sale	(148)	(1,670)
Gain on equity invest.	—	(1,375)
Prov. for loss on oil prop.	759	—

Income before taxes	\$ 6,427	\$ 39,032
Income taxes (credit)	(617)	15,322
Minority interest	(356)	407

Inc.-cost. oper.	\$ 7,400	\$ 23,103
Loss-discont. oper.	(10,586)	(327)

Net Income (Loss)	\$ (3,186)	\$ 22,576
Extraordinary gain	—	127

Net Income (Loss) & extraord. gain	\$ (3,186)	\$ 22,703
------------------------------------	------------	-----------

Assets (000's)

As of Jan. 31	1987	1986
Cash	\$ 21,757	\$ 46,771
Marketable securities	32,789	31,591
Accts. receiv., net	26,254	27,693
Receiv. inc. taxes	6,354	—
Deferred income taxes	4,074	5,229
Inventories	81,384	86,217
Prepaid exp. & deposits	2,594	2,637
Current Assets	\$ 175,106	\$ 200,181
Investments	15,441	17,998
Fixed assets	73,571	87,411
Unamort. fin. costs	102	122
Intangibles	12,573	15,017
Total Assets	\$ 276,793	\$ 300,686

Liabilities (000's)

Long-term debt & cap. lease oblig. curr.	\$ 1,617	\$ 2,199
Bank advances	—	3,230
Accts. payable & accruals	71,873	73,688
Income & other taxes	884	10,571
Current Liabilities	\$ 74,374	\$ 89,688
Long-term debt	37,309	32,220
Cap. lease oblig.	5,140	6,615
Minority interest	3,899	4,331
Deferred inc. taxes	3,231	1,799
+Common stock	9,794	9,866
For. curr. adj.	1,733	3,531
Retained earnings	141,321	152,636

Total Liabilities & Shareholders' Equity	\$ 276,793	\$ 300,686
--	------------	------------

* Retail inventories at lower of cost or market and net realizable value, less normal profit margin. Raw materials at lower of cost and replacement cost.
 ‡ Less accumulated depreciation.
 + No par value.

Statistical Summary

%Net Income to Equity	—	13.40
Debt to Equity	0.29	0.25
Working Capital	\$ 100,732,000	\$ 110,495,000
Current Ratio	2.33	2.23
Shareholders' Equity	\$ 152,850,000	\$ 166,033,000

Guilford Mills, Inc.

4925 W. Market Street
 Greensboro, North Carolina 27407
 (919) 292-7550

Guilford Mills, Inc.

180 Madison Avenue
New York, New York 10016
(212) 684-2300

Officers: Charles A. Hayne, chairman & chief exec. officer; George Greenberg, president & chief operating officer; Maurice Fishman, vice chairman & sr. v.p.; Norman C. Weisbecker, exec. v.p.-marketing; Leo Rosenberg, sr. v.p.; Paul R. McGarr, v.p.-finance; Stanley J. Mackney, v.p.-sales; Bernard Fleisher, exec. v.p.-mfg.; James F. Watts, Jr., v.p.-administration; Donald L. Park, treasurer; Robert T. Spillane, v.p.-research & development; George T. Stansell, v.p.-engineering; Sherry R. Jacobs, v.p., general counsel & secretary; Richard S. Roberts, v.p.-manufacturing.

Directors: Charles A. Hayne, chairman; Peter A. Brooks, Maurice Fishman, George Greenberg, Lester A. Lazarus, Paul R. McGarr, Sherry Jacobs, Bryan Lodder, Donald B. Dixon, Grant M. Wilson.

Business Activities: Develops, knits, dyes, prints, finishes, markets and sells warp knitted fabrics. Also knits synthetic yarns, principally nylon, polyester, Arnel and acetate into a variety of fabric for the sleepwear, loungewear and lingerie markets, the dress and sportswear markets, home furnishings, the industrial and consumer markets; also engaged in finishing, dyeing and converting operations.

Trademarks and/or Brand Names: Ultraveil, Lov-touch, Charmant, Ultrilure, Flannel-Flannel II, Natur, Liberty Velle, Terry Velour, Showtime, Soft-Touch, Fahr-einheit, Voyant, GuilRichie, Chemisille, Warmth Rated, Polysuede, Starline, Guilla, Guil-lor, Resolution III, Intima, Sew 'n Tell, Shomber One, Terry Mate, Cuddle Plesco, Poly One, Cancel Stat, Iron Velvet, Shomber Matz, Ultrastelle, Chemestich, Active II, FR Chem-Free, Knit One, Natur Plus, Daravel, Encore, Status, Regency, Thermo-Quilt, Metalon, AutoTex, Dynasty One, Original Glimmer.

Plant Locations

Greensboro, North Carolina (4)
Kearsville, North Carolina
Lumberton, North Carolina
Lincolnton, North Carolina
Piquette-Virginia, North Carolina
Oainesville, Georgia
Augusta, Georgia
Pine Grove, Pennsylvania (2)

Divisions and Subsidiaries

Guilford Kaywood, Limited
Coten Park
Somerset, Derbyshire DE554NJ, England

Gilbert Frank Corp.
1412 Broadway
New York, New York 10018
(212) 944-3000

Rouquinet Deroi Limited
Dalmide Road, Meadow Lane
Nottingham NG23GH, United Kingdom

TRT Corporation
Lumberton Dyeing and Finishing
610 East First Street
Lumberton, North Carolina 28358

Rosewood Fabrics
1412 Broadway
New York, New York 10018
(212) 944-3000

Guilford Prints
1660 Dixon Airline Road
Augusta, Georgia 30906
(404) 798-4568

Guil Knits
180 Madison Avenue
New York, New York 10016
(212) 684-2300

Gold Mills, Inc.
180 Madison Avenue
New York, New York 10016
Knits, dyes and finishes warp knit fabrics.

Acquisitions

FFF Industries, Inc.
Piquette-Virginia, North Carolina
Manufactures denser polyester and nylon yards and warp knit fabrics.

Transfer Agent(s)

The First National Bank of Boston
100 Federal Street
Boston, Massachusetts 02106

Stock Exchange(s): New York

Ticker Symbol: OFD

Sales & Earnings x

	Net Sales	Net Income †
1987	\$ 539,150,000	\$ 23,913,000
1986	504,475,000	20,785,000
1985	443,948,000	18,728,000
1984	436,927,000	24,294,000
1983	335,972,000	11,705,000

	No. of Com. Shares ‡	Earn. per Share ‡ †
1987	10,582,000	\$ 2.26
1986	10,333,000	1.97
1985	10,524,000	1.78
1984	10,114,000	2.36
1983	9,708,000	1.21

x Restated to include operations of Gold Mills, Inc., acquired on a pooling of interests basis.

† Including extraordinary gains of \$300,000 (30.0¢ per share) in 1987, \$900,000 (30.0¢ per share) in 1986 and \$700,000 (30.0¢ per share) in 1985.

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend†	Stock Dividend	Stock Split
1987	\$ 0.80	—	—
1986	0.54	—	5-for-4
1985	0.54	—	—
1984	0.43	—	—
1983	0.38	—	3-for-2

† Adjusted to reflect stock splits.

Common Stock Equity x

	Total Equity	Equity Per Share +
1987	\$ 190,749,000	\$ 18.03
1986	172,004,000	16.33
1985	153,997,000	14.63
1984	141,088,000	13.68
1983	108,481,000	11.17

x Restated.

+ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Income Account ‡ (000's)

Year ended June 30	1987	1986 ‡
Net sales	\$ 539,150	\$ 504,475
Cost of sales	433,831	411,797
Expenses	57,336	49,888
Interest expense	5,287	4,920
Other expense (income)	(1,117)	185
Income before tax	\$ 43,813	\$ 37,685

	20,300	17,800
Income taxes		
Net income	\$ 23,613	\$ 19,885
Extraord. gain	300	900
Net income & extraord. gain	\$ 23,913	\$ 20,785

* Included in Costs and Expenses. Depreciation: \$18,001,000 in 1987 and \$15,933,000 in 1986.
‡ Restated.

Assets (000's)

As of June 30	1987	1986 ‡
Cash & short term investments	\$ 43,413	\$ 2,749
Receiv., net	123,561	92,142
† Inventories	86,732	77,338
Prepaid expenses	4,105	4,575
Current Assets	\$ 257,811	\$ 176,804
Fixed assets	101,728	91,318
Other assets	21,846	16,492
Total Assets	\$ 381,385	\$ 284,614

Liabilities (000's)

	1987	1986
Long-term debt, curr.	\$ 3,706	\$ 5,188
Short-term borrowings	11,274	17,754
Accrs. payable	31,076	36,778
Accrued payroll	6,064	4,641
Income taxes	4,570	8,927
Other accruals	6,708	5,237
Current Liabilities	\$ 63,398	\$ 78,525
Long-term debt	108,262	20,561
Deferred inc. taxes	9,340	6,730
Other deferred liab.	9,636	6,794
Stock	262	262
Add. paid-in capital	21,673	21,626
Retained earnings	176,274	158,578
Foreign curr. trans.	(433)	(1,415)
Treasury stock	(7,027)	(7,047)
Total Liabilities & Shareholders' Equity	\$ 381,385	\$ 284,614

‡ Restated.

* At lower of cost or market. Cost determined by LIFO in 1987 and LIFO & FIFO prior to 1987.

† Less accumulated depreciation and amortization.

+ 30.0¢ par value

Statistical Summary

% Income bef. Taxes to Sales	8.13	7.47
% Net Income to Sales	4.38	3.94
% Net Income to Equity	12.38	11.36
Sales to Inventories	6.22	6.52
Debt to Equity	0.65	0.25
Working Capital	\$ 194,413,000	\$ 98,279,000
Current Ratio	4.07	2.25
Shareholders' Equity	\$ 190,749,000	\$ 172,004,000

Hampton Industries, Inc.

2000 Greenville Highway
P.O. Box 614
Kinston, North Carolina 28502
(919) 527-8011

Officers: David Fuchs, chairman & chief executive officer; Sol Schachter, president; Roger Eichel, secretary; Paul L. Chused, v.p.-operations & asst. secretary; Andrew Chused, treasurer & asst. secretary; Martin Cannizz, exec. v.p.; Robert J. Stiehl, Jr., v.p.-finance; Ronald E. Mueller, v.p.-mgt. info. systems; David M. Levitan, Herbert L. Aah, asst. secretaries.

Directors: David Fuchs, chairman; Sol Schachter, Paul Chused, Robert B. Patterson, Jr., David M. Levitan.

Business Activities: Engaged in the manufacture, importing and marketing of men's, girl's and boy's shirts and pajamas, women's blouses, sweaters, jackets, and sportswear coordinates.

Trademarks and/or Brand Names: J.G. Hook for Boys, J.G. Hook for Girls, Two East, Shirt Street, McOrator for Boys, Hampton Shirt, Hampton Pajama & Robe, Hampton East Sportswear, Hampton Girl, Break Away, Hampton, Walt Wear Apparel, Prepshirt

Plant Location(s): Kinston, Snow Hill, Washington, Wilson & Greenville, North Carolina; Martinsville, Chatham & Chase City, Virginia.

Subsidiaries:

Prepshirt, Inc.
Samsco, Inc.
Sams Manufacturing Corp.
Kinston Shirt Company
Kinston Die Cutting Corp.
Prepshirt Mfg. Corp.
Kinston Paper Box Co., Inc.
Hampton Apparel, Inc.
Hampton Shirt Co., Inc. (New York)
Hampton Shirt Co., Inc. (North Carolina)
Snow Hill Apparel Co., Inc.
Hamptex, Inc.

Transfer Agent(s):

American Stock Transfer Company
New York, New York

Stock Exchange(s): American

Ticker Symbol: HAI

Sales & Earnings

	Net sales	Net income
1987	\$ 164,053,621	\$ 3,934,145
1986	160,795,843	5,105,860
1985	157,012,537	3,222,810
1984	162,855,462	4,403,829
1983	130,730,335	2,737,513

	No. of Com. Shares	Earn. per Share
1987	3,716,992	\$ 1.05
1986	3,713,424	1.36
1985	3,713,424	0.85
1984	3,747,149	1.16
1983	3,847,882	0.70

‡ Based on the weighted average number of common and Class A shares outstanding adjusted to reflect stock dividends.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	10%	—
1986	—	10%	—
1985	—	10%	—
1984	—	10%	—
1983	—	10%	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 47,993,471	\$ 12.91
1986	45,007,337	12.12
1985	39,963,539	10.76
1984	36,801,372	9.82
1983	33,418,342	8.68

† After allowing for preferred stock at par value.

‡ Based on the weighted average number of common and Class A shares outstanding adjusted to reflect stock dividends.

Income Account *

Year ended	12/26/87	12/27/86
Net sales	\$ 164,053,621	\$ 160,795,843
Cost of sales	132,446,714	127,586,682
Expenses	21,371,234	20,279,509
Interest expense	3,269,306	3,079,892
Income before taxes	\$ 6,966,445	\$ 9,849,760
Income taxes	3,032,300	4,743,900
Net income	\$ 3,934,145	\$ 5,105,860

* Included in Costs and Expenses, Depreciation and Amortization: \$2,515,654 in 1987 and \$2,252,854 in 1986.

Assets

As of	12/26/87	12/27/86
Cash	\$ 489,381	\$ 833,943
Accts. receiv., net	27,722,117	21,572,927
Inventories	40,994,120	39,079,157
Prepaid expenses	677,825	411,363
Current Assets	\$ 69,883,443	\$ 61,897,290
Plant assets	26,479,015	25,504,793
Other assets	184,443	994,686
Total Assets	\$ 96,546,921	\$ 88,396,769

Liabilities

Notes payable	\$ 4,838,506	—
Long-term debt, curr.	1,285,357	995,004
Accts. payable	7,775,411	8,565,083
Accruals	3,846,695	3,870,077
Income taxes	703,016	996,559
Current Liabilities	\$ 18,448,985	\$ 14,426,723
Long-term debt	28,123,365	26,639,439
Deferred inc. taxes	1,981,100	1,487,300
+ Preferred stock	—	835,950
+ Common stock	3,900,910	3,546,494
Add. paid-in capital	21,164,735	16,589,849
Retained earnings	25,490,822	25,969,721
Treasury stock	(2,563,016)	(1,078,727)
Total Liabilities	\$ 96,546,921	\$ 88,396,769

* At lower of cost (LIFO) or market.
† Less accumulated depreciation and amortization.
‡ \$100 par value; \$7 cumulative.
+ \$1 par value

Statistical Summary

% Income before taxes	4.25	6.13
% Net income to sales	2.40	3.18
% Net income to equity	8.20	11.14
Sales to inventories	4.00	4.11
Debt to equity	0.71	0.60
Working Capital	\$ 51,434,458	\$ 47,470,567
Current Ratio	3.79	1.03
Shareholders' Equity	\$ 47,993,471	\$ 45,843,287

Hanson Plc

1 Grosvenor Place
London SW1X 7JH, England
(01) 245-1245

Directors: Lord Hanson, chairman; D. N. Roeling, vice chairman; B. A. Hellings, A. Hagdrup, M. G. Taylor, A. G. L. Alexander, C. O. F. Harding, J. H. Pattinson, D. C. Bonham, Sir Gordon Booth, E. D. Collins, H. G. Ashton, D. H. Clarke, A. R. Cotton, P. J. Harper, J. C. Miller, R. S. Fulford.

* Member of the Executive Committee

Business Activities: In the textile area, the Company manufactures cotton and cotton blends for flannel, sweaters and men's undergarments, knit lace and tricot fabric products, and yarn. In addition, the Company manufactures portable electronic typewriters and word processors.

socks, incandescent and fluorescent lighting fixtures, jewelry, automotive heaters and air-conditioning systems, domestic credit gas meters, living flame gas fire and gas fired wall heaters, wiring accessories and circuit breakers, dry cell batteries, molded components, custom machined parts, and powdered metals and specialty materials, all for the automotive industry; production equipment for the oil and gas industries, cement, footwear, tobacco, bricks, lumber, wood windows and doors, garden and industrial tools, office furniture, metal snap fasteners, paper forms and supplies, pre-engineered metal buildings, food products, and titanium dioxide, a white pigment used in the manufacture of a variety of products. The Company also operates Allfords Department Stores in the United Kingdom, 194 Ground Round restaurants in the United States, and duty- and tax-free shops at airports in Canada and Australia.

Textile Subsidiaries:

Caribbrook Industries Inc. (Yarn)
1114 Avenue of the Americas
New York, New York 10036
(212) 398-1180
Yarns, soft furnishings and apparel.

Caribbrook Industries Inc. (Fabric)
1185 Avenue of the Americas
New York, New York 10036
(212) 536-0200
Specialty fabrics and textile finishing machinery.

Native Textiles

Manufactures knit lace and tricot fabric products.

Franklin and Tompion

Process dyes and spinners of yarns.

Other Subsidiaries:

CONSUMER-U.K.

Imperial Tobacco Limited
P.O. Box 244
Hartcliffe, Bristol, BS99 7UJ, England
(0272) 781111
Cigarettes, cigars, pipe and hand-rolling tobacco.

British Ever Ready Limited

93 Burling Gardens
Southgate, London, N14 5AQ, England
(01) 882-8661
Dry cell batteries.

Alders Limited

84 Southampton Road
Eastleigh, Hants, England
(0703) 644599
Operates department stores and duty- and tax-free shops.

CONSUMER-U.S.A.

Smith Corona Corporation
65 Locust Avenue
New Canaan, Connecticut 06840
(203) 972-1471
Portable typewriters and word processors.

Endicott Johnson Corporation

1100 East Main Street
Endicott, New York 13760
(607) 737-4000
Manufactures and retails a wide range of footwear.

BUILDING PRODUCTS-U.K.

London Brick Company Limited
Marston Road, Marston Mortyness
Bedford MK43 0PP
(0525) 405858
Flint bricks.

Butterley Brick Limited

Wellington Street
Ripley, Derby DE5 3DZ
(0773) 570570
Non-flint bricks.

BUILDING PRODUCTS-U.S.A.

USI Lighting Inc.

1251 Doolittle Drive
San Leandro, California 94577
(415) 562-3500
Fluorescent and incandescent lighting products.

Hanson Plc

Kaiser Cement Corporation
350 Lakeside Drive
Oakland, California 94612
(415) 271-2000
Cement and aggregate products.

Hanson Building Products
Camden and Broadway Avenues
Parkersburg, West Virginia 26101
(304) 424-3000
Windows, building materials, garden and industrial hand tools.

INDUSTRIAL-U.K.

Lindus Limited
Southgate House
Stevenage, Herts SG1 1HG
(0438) 565461
Electrical, automotive, engineering and gas products.

SLD/Barbour Campbell
Southgate House
Stevenage, Herts SG1 1HG
(0438) 728387
Textile products and construction services.

INDUSTRIAL-U.S.A.

Office Group America
114 Churchill Avenue, N.W.
Leda, Alabama 35094
(205) 699-5181
Office furniture.

Allied Paper Products Inc.
2 Prestige Place, Suite 360
Miamisburg, Ohio 45342
(513) 439-2669
Paper products.

SCM Chemicals Inc.
7 Saint Paul Street, Suite 1010
Baltimore, Maryland 21202
(301) 783-1120
Pigments and related chemicals.

SCM Chemicals Limited (UK)
P.O. Box 26, Ormsby
South Humberside DN37 8DP
(0469) 571000
Pigments.

FOOD-U.K.

Imperial Foods Limited
22 Stewarby Way
Stewarby, Bedford MK43 9LZ
(0234) 768633
Frozen foods, sauces, confectionery and health products.

FOOD-U.S.A.

Hygrade Food Products Corporation
26877 Northwestern Highway, Suite 400
Southfield, Michigan 48034
(313) 355-1100
Processed meats.

Durkee Foods Corporation
925 Euclid Avenue
Cleveland, Ohio 44115
(216) 344-8500
Industrial foods and spices and food services.

Ground Round Inc.
541 Main Street
South Weymouth, Massachusetts 02910-1898
(617) 331-7005
Family restaurants.

Acquisition(s):

Slide, Inc.
Park 80 West-Plaza Two
Box 5555
Saddle Brook, New Jersey 07662
(201) 368-9000
Consumer and recreation products include Progress lighting fixtures, Farberware cookware and electric appliances, Spartus clocks, Resair home cleaning systems, Tucker plastic housewares, Jacuzzi whirlpool baths, spas and water systems, Spaulding and Kim architectural lighting products, Ertl diecast miniature vehicle toys and plastic model kits, Bear archery and camping equipment, Univer-

sal physical conditioning equipment, PGA/Tommy Armour golf clubs and accessories, and Valley pool tables.

Transfer Agent(s)*

Citibank, N.A.
153 East 53rd Street
New York, New York 10043
* American Depository Receipt.

Stock Exchange(s) London, New York*, Zurich, Basel, Geneva, Paris.

Ticker Symbols HAN (New York)* *Trades as an American Depository Receipt (ADR). Each ADR represent 5 Hanson ordinary shares.

Sales & Earnings

	Net Sales (000's)	Net Income † + (000's)
1987	£ 6,682,000	£ 741,000
1986	4,312,000	464,000
1985	2,674,000	253,000
1984	2,382,000	169,000
1983	1,484,000	91,000

	No. of Cos. Shares ‡	Earn. per Share ‡ \$
1987	3,577,232,668	14.0p
1986	N.A.	10.7
1985	N.A.	7.9
1984	N.A.	3.7
1983	N.A.	3.3

£ -pound sterling.

p-pence.

N.A. - Not Available.

† Before taxes.

+ Including extraordinary gain of £ 5,000,000 in 1986.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

* Fully diluted.

Revenues by Line of Business (000's)

	1987	1986
U.K.		
Consumer	£ 3,370,000	£ 1,614,000
Indl. products	246,000	239,000
Industrial	387,000	310,000
Food	623,000	289,000
U.S.A.		
Consumer	528,000	530,000
Indl. products	900,000	423,000
Industrial	620,000	522,000
Food	408,000	339,000
Discontinued operations	—	66,000
Total	£ 6,682,000	£ 4,312,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	4.60p	—	—
1986	3.19	—	—

Common Stock Equity

	Total Equity (000's)	Equity Per Share ‡
1987	£ 1,879,000	\$2.5p
1986	1,588,000	—
1985	1,125,000	—
1984	411,000	—
1983	429,000	—

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account (000's)

Year ended Sept. 30	1987	1986
Net sales	£ 6,682,000	£ 4,312,000
Change in inventories	12,000	71,000
Raw materials	4,243,000	2,413,000
Employment costs	911,000	740,000
Depreciation	105,000	73,000
Other charges	767,000	592,000
Share of profits of rel. cos.	(7,000)	(5,000)
Interest expense	300,000	230,000
Interest income	(790,000)	(286,000)
Income before taxes	£ 741,000	£ 464,000
Income taxes	169,000	104,000
Net income	£ 572,000	£ 360,000
Extraord. gain	—	5,000
Net income & extraord. gain	£ 572,000	£ 365,000

Assets (000's)

As of Sept. 30	1987	1986
Cash	£ 2,980,000	£ 1,623,000
Stocks	832,000	913,000
Debtors	1,123,000	960,000
Liab. investments	79,000	123,000
Assets under contract for sale	—	1,932,000
Current Assets	£ 5,014,000	£ 5,351,000
Investments	178,000	40,000
Fixed assets	1,183,000	1,074,000
Total Assets	£ 6,375,000	£ 6,465,000

Liabilities (000's)

	1987	1986
Debtors loans	£ 109,590	£ 246,000
Bank loans & overdrafts	574,000	941,000
Trade creditors	353,000	379,000
Other creditors	935,000	839,000
Dividends	112,000	81,000
Current Liabilities	£ 2,083,590	£ 2,486,000
Convertible loans	1,073,000	1,075,000
Debtors loans	256,000	281,000
Bank loans	398,000	616,000
Provisions for liab.	686,000	619,000
+ Preferred stock	149,000	149,000
+ + Common stock	894,000	665,000
Adl. paid to capital	25,000	244,000
Revaluation reserve	17,000	13,000
Retained earnings	794,000	517,000
Total Liabilities & Shareholders' Equity	£ 6,375,000	£ 6,465,000

* At lower of cost (FIFO) and net realizable value.

‡ Less accumulated depreciation.

+ 25p par value.

+ + £ 1 par value; 5.75% convertible cumulative redeemable.

Statistical Summary

	1987	1986
% Income bef. Taxes to Sales	11.09	10.76
% Net Income to Sales	8.36	8.35
% Net Income to Equity	30.44	22.67
Sales to Inventories	8.03	4.72
Debt to Equity	1.28	1.99
Working Capital	£2,931,000,000	£3,065,000,000
Current Ratio	2.41	2.23
Shareholders' Equity	£1,879,000,000	£1,588,000,000

Hartmarx Corporation

(formerly Hart Schaffner & Marx)

101 North Wacker Drive
Chicago, Illinois 60606
(312) 372-4300

Officers: John R. Meinert, chairman & chief administrative officer; Elbert O. Hand, president & chief operating officer; Harvey Weinberg, vice chairman & chief exec. officer; Jerome Dorf, sr. v.p. & chief financial officer; Frank A. Brenner, v.p.-marketing services; Ralph Kaufmann, v.p.-licensing; James E. Condon, v.p. & treasurer; Sherman D. Rosen, v.p.-human resources; Guy Gunzberg, v.p.-information systems; Glenn R. Morgan, v.p. & controller; Carey M. Stein, v.p., secretary & gen. counsel.

Directors: Jerome S. Gore *, John R. Meinert, Donald P. Jacobs *, Raymond F. Farley *, Sam F. Segnar *, Burton B. Ruby *, Charles Marshall *, A. Robert Abboud *, James E. Devitt *, Harvey A. Weinberg, Elbert O. Hand, Letitia Bakridge *.

* Member of the Executive Committee

Business Activities: Company labels range from the top-of-the-line Micky-Freeman Gieves & Hawkins, and Walter-Morton, with suits retailing for \$600+, to Johnny Carson, with suits ranging from \$190 to \$250. Hart Schaffner & Marx and other brands fall between these price points.

These brands include Christian Dior, Pierre Cardin, Nino Cerruti, Austin Reed of Regent Street, Racquet Club, Graham & Gunn, Society Brand, Ltd., H. Oritsky, Sanaabelt Suits, Allyn St. George, Kuppenheimer, and Henry Grethel.

The acquisition of Country Miss in 1981 marked a move by the Company into women's apparel manufacturing. Country Miss apparel is targeted for segments of the market for coordinated sportswear and sport dresses for the moderate and better, updated customer. Country Miss labels include Country Suburbans, Handmacher, Westervane, Suburban Petites, Westervane Petites, and Color Me Beautiful.

The Jaymar-Ruby, Inc. subsidiary manufactures men's apparel under the Jaymar, Sanaabelt, and Racquet Club labels, and women's apparel under the Lady Sanaabelt label.

Gleneagles manufactures rainwear for men and women and men's fashion outerwear, jeans and casual slacks. The Gleneagles division sells products under the Gleneagles, Hart Schaffner & Marx, Christian Dior and Jack Nicklaus labels.

Trademarks and/or Brand Names: Hart Schaffner & Marx, Ruby Ltd., JaySport, Jack Nicklaus, Christian Dior, Society Brand, Ltd., Graham & Gunn, Ltd., Sterling & Hunt, Fashionaire, Austin Reed of Regent Street, Allyn St. George, Nino Cerruti, Johnny Carson, Micky-Freeman, Walter-Morton, Gleneagles, Jaymar, Sanaabelt, Ceasani, Country Miss, Country Suburbans, Handmacher, Westervane, Gieves & Hawkins, Kuppenheimer, Pierre Cardin, Henry Grethel, Racquet Club, Briar Neckwear, Yorke, Nicola Mancini, Careermax, H. Oritsky, Thorngate Uniforms, Color Me Beautiful, Lady Sanaabelt.

Divisions and Subsidiaries:

Manufacturing Group

Austin Reed of Regent Street
Christian Dior
Society Brand Ltd.
Graham & Gunn Ltd.
Fashionaire Apparel, Inc.
Hart Schaffner & Marx Clothes
Jack Nicklaus
Henry Gruthel Apparel
Sterling & Hunt

all located at:

101 North Wacker Drive
Chicago, Illinois 60606

Plants located: Marseilles, Chicago (3) and Rock Island (2), Illinois; Cape Girardeau & Chaffee, Missouri; Rochester, N.Y.; Michigan City, Indiana.

Hickey-Freeman Co., Inc.
1155 Clinton Avenue, North
Rochester, New York 14621

Plants located: Rochester and Buffalo, New York.

Johnny Carson Apparel, Inc.
2020 Elmwood Avenue
Buffalo, New York 14207

Jaymar-Ruby, Inc.
5000 South Ohio Street
Michigan City, Indiana 46340
Plants located: Michigan City (5) and East Chicago, Indiana; Anniston, Alabama; Elizabethtown, Kentucky; Rector, Arkansas.

Country Miss, Inc. (92% owned)
Tatamy & Kennelersville Road
P.O. Box 769
Easton, Pennsylvania 18042
Plants located: Easton, Pennsylvania; Glasgow, Kentucky; Bristol, Virginia; Cookeville, Tennessee; Waterboro, South Carolina.

Intercontinental Branded Apparel, Inc.
888 7th Avenue
New York, New York 10019

Gleneagles, Inc.
808 Gleneagles Court
Baltimore, Maryland 21204
Plants located: Baltimore (3), Maryland.

Thorngate Uniforms, Inc.
2 DeKalb Street
Norristown, Pennsylvania 19001

Traditional Apparel Group
Yorkie Shirtmakers
H. Oritsky

Briar, Inc.
California-based manufacturer of men's ties and related jewelry.

Hartmarx Specialty Stores, Inc.

Baskin
Chicago, Rockford, Champaign-Urbana, Illinois;
Madison, Wisconsin; Fort Wayne, Indiana.

Ray Beer
Topeka, Kansas

Capper & Capper, Ltd.
Chicago, Illinois
Detroit, Michigan

Field Bros.
New York, New York

Arthur Frank
Salt Lake City, Utah

Frank Bros.
San Antonio, Texas

Hanny's
Phoenix, Arizona

Antons
Detroit, Michigan

Hastings
San Francisco, Oakland, San Jose & Monterey,
California

Jack Henry
Kansas City, Missouri

Heyward-Mahon
Greenville, South Carolina

J.O. Jones
Charlotte & Raleigh, North Carolina

Kleinhaus
Buffalo, New York

Klopfenstein's
Seattle & Tacoma, Washington; Portland, Eugene,
Salem, Oregon; Anchorage, Alaska

Leopold, Price & Rolle
Houston, Texas

Levy-Wolf
Jacksonville, Florida

Liemandt's
Minneapolis & St. Paul, Minnesota

Littlers
Seattle, Washington

Merritt Schaefer & Brown
Austin, Texas

Porter Stevens
New Orleans, Louisiana

Root's
Summit & Red Bank, New Jersey

Shulman's
Norfolk & Hampton, Virginia

Silverwoods
Los Angeles, Santa Barbara, Palm Springs & Anaheim,
California; Las Vegas, Nevada

Stevens
Jackson, Mississippi

F.R. Tripler & Co.
New York, New York

Walkers
Columbus, Akron, Canton & Dayton, Ohio

Wallachs
New York, Connecticut, Massachusetts, New Jersey,
Rhode Island & New Hampshire

Wallachs of Florida
Miami, Ft. Lauderdale, Boca Raton & Pompano Beach,
Florida

Jas. K. Wilson
Dallas & Fort Worth, Texas

Wolf Bros.
Tampa, St. Petersburg, Ft. Myers & Bradenton, Florida

Zachry
Savannah, Atlanta, Georgia; Montgomery, Alabama;
Asheville, North Carolina

deJong's
Evansville, Indiana

Peer Gordon
Ohio

Barrie Pace Ltd.
Massachusetts

Robert's (49% owned)
Mexico City, Mexico

Transfer Agent(s):

The First National Bank of Chicago
Chicago, Illinois 60670

Stock Exchange(s): New York, Midwest

Ticker Symbol: HSM

Sales & Earnings

	Net Sales	Net Income
1987	\$ 1,080,420,000	\$ 41,265,000
1986	1,063,011,000	24,775,000
1985	1,109,537,000	42,660,000
1984	1,070,830,000	41,735,000
1983	961,846,000	37,615,000

	No. of Com. Shares +	Earn. per Share ‡
1987	18,833,058	\$ 2.01
1986	20,396,213	1.20
1985	18,883,002	2.25
1984	18,590,406	2.24
1983	18,357,936	2.03

+ Adjusted to reflect stock splits.

‡ Based on the average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Hartmarx Corporation

Revenues by Line of Business

	1987	1986	1985	1984
Retail stores division	46%	46%	57%	57%
Manufacturing division	54	54	43	43
Total	100%	100%	100%	100%

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 0.98	—	—
1986	0.90 1/3	—	3-for-2
1985	0.85 1/3	—	—
1984	0.74 2/3	—	—
1983	0.60 7/9	—	3-for-2

+ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share †
1987	\$ 343,934,000	\$ 18.26
1986	358,718,000	17.59
1985	332,412,000	17.61
1984	301,891,000	16.24
1983	271,703,000	14.80

† Adjusted to reflect stock splits.

Income Account *

Year ended Nov. 30	1987	1986
Net sales	\$ 1,060,420	\$ 1,063,011
Other income	12,564	13,616
Total income	\$ 1,072,984	\$ 1,076,627
Cost of sales	634,433	628,036
Expenses	378,791	391,652
Interest expense	7,715	9,614
Income before taxes	\$ 72,045	\$ 47,523
Income taxes	30,780	22,750
Net Income	\$ 41,265	\$ 24,773

* Included in Costs and Expenses, Depreciation and Amortization: \$22,567,000 in 1987 and \$21,048,000 in 1986.

Assets (000's)

As of Nov. 30	1987	1986
Cash & short term inv.	\$ 8,818	\$ 3,903
Accts. receiv., net	170,081	175,031
* Inventories	325,356	294,117
Prepaid expenses	10,880	5,858
Current Assets	\$ 515,135	\$ 462,909
* Fixed assets	131,647	129,219
Other assets	13,502	9,405
Total Assets	\$ 660,284	\$ 621,533

Liabilities (000's)

Notes payable	\$ 30,200	\$ 33,000
Long-term debt, curr.	6,049	6,056
Accts. payable & accruals	127,708	120,807
Income taxes	19,716	10,449
Deferred taxes	12,903	21,443
Cur. Liabilities	\$ 196,596	\$ 191,955

Long-term debt + Common stock	119,754	70,860
Add. paid-in capital	58,684	58,351
Retained earnings	44,868	41,711
Foreign curr. adj.	333,753	312,369
Treasury stock	(5,876)	(1,876)
	(87,495)	(47,837)

Total Liabilities & Shareholders' Equity	\$ 660,284	\$ 621,533
--	------------	------------

* At lower of cost (LIFO and FIFO) or market.
† Less accumulated depreciation and amortization.
‡ \$2.50 par value.

Statistical Summary

% Income bef. Taxes to Sales	6.67	4.47
% Net Income to Sales	3.82	2.33
% Net Income to Equity	12.00	6.91
Sales to Inventories	3.32	3.57
Debt to Equity	0.45	0.31
Working Capital	\$ 318,539,000	\$ 290,954,000
Current Ratio	2.62	2.52
Shareholders' Equity	\$ 343,934,000	\$ 358,718,000

Harvard Knitwear, Inc.

30 Kensington Street
Brooklyn, New York 11211
(718) 522-5801

Officers: Michael Binet, chairman of the board & chief executive officer; Morris Gluck, president; Bruce Masters, vice chairman & exec. v.p.; James Katz, v.p., treasurer & secretary; Arnold Binet, v.p.; Richard Binet, v.p.

Directors: Michael Binet, chairman; Morris Gluck, Bruce Masters, James Katz, Arnold Binet, Richard Binet, Frank R. Cohen.

Business Activities: Designs, manufactures, and distributes women's and children's knitted apparel and women's sportswear.

Trademarks and/or Brand Names: Stephen Douglas Ltd., Reverie Ltd., Normandy Isle, Harvard, M.B.W., B.K.L., Binet.

Plant Location(s): New York, New York

Transfer Agent(s):

Continental Stock Transfer & Trust Company
72 Rondo Street
New York, New York 10007

Stock Exchange(s): Philadelphia, Over-the-Counter

Ticker Symbols: HVD (Philadelphia); HVDK (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1988 *	\$ 17,068,000	\$ 983,000
1987	14,573,000	330,000
1986	15,119,000	(38,000)
1985	2,238,000	304,000
1984	2,293,000	77,000

No. of Com. Shares

Earn. per Share ‡

1988 *	2,200,000	\$ 0.45
1987	2,200,000	0.15
1986	2,200,000	—
1985	2,200,000	0.14
1984	2,200,000	0.04

(Loss)

* 9 months.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1988	1987
Sportswear apparel	\$ 7,357,000	\$ 8,631,000
Knitted apparel	9,711,000	5,942,000
Total	\$ 17,068,000	\$ 14,573,000

Common Stock Equity

	Total Equity	Equity Per Share
1988	\$ 2,662,455	\$ 1.21
1987	1,679,571	0.76
1986	1,343,441	0.61
1985	1,382,634	0.63
1984	704,893	0.32

Income Account *

Year ended	3/31/88 (9 months)	6/30/87
Net sales	\$ 17,067,571	\$ 14,573,107
Cost of sales	13,090,342	11,137,554
Expenses	2,029,807	2,295,380
Interest expense	386,070	477,078
Income before taxes	\$ 1,601,352	\$ 663,095
Income taxes	618,468	333,025
Net Income	\$ 982,884	\$ 330,070

* Included in Costs and Expenses, Depreciation and Amortization: \$134,993 in 1988 and \$177,826 in 1987.

Assets

As of	3/31/88	6/30/87
Cash	\$ 98,768	\$ 43,791
Accts. receiv., net	1,644,787	1,606,725
* Inventories	5,587,161	3,638,396
Prepaid expenses	43,983	56,987
Loans receiv. from shareholders	—	3,300
Current Assets	\$ 7,374,699	\$ 7,367,399
* Fixed assets	331,952	637,275
Security deposits	23,638	19,183
Unmort. exp. of offering	121,203	37,500
Total Assets	\$ 8,071,492	\$ 8,081,357

Liabilities

Notes payable	\$ 174,881	\$ 230,967
Loans pay. to bank	1,225,000	1,800,000
Accts. payable	2,071,991	2,295,104
Due to factor	565,124	1,111,217
Accruals	199,661	126,364
Income taxes	1,062,753	628,095
Loans pay. to shareholder	99,627	46,404
Cur. Liabilities	\$ 5,399,037	\$ 6,258,131
Notes payable	—	118,655
Loans payable	10,000	25,000
+ Common stock	2,200	2,200
Add. paid-in capital	456,860	656,960
Retained earnings	2,003,395	1,022,511
Total Liabilities & Shareholders' Equity	\$ 8,071,492	\$ 8,081,357

* At lower of cost (FIFO) or market.
† Less accumulated depreciation and amortization.
‡ \$0.001 par value.

Statistical Summary

% Income bef. Taxes to Sales	9.38	4.55
% Net Income to Sales	5.76	2.26
% Net Income to Equity	36.92	19.63
Sales to Inventories	3.05	2.58
Debt to Equity	0.57	1.33
Working Capital	\$ 1,975,662	\$ 1,109,260
Current Ratio	1.37	1.18
Shareholders' Equity	\$ 2,662,455	\$ 1,679,571

Hercules Incorporated

Hercules Plaza
Wilmington, Delaware 19894
(302) 594-5000

Officers: David S. Hollingsworth, chairman of the board & chief exec. officer; Fred L. Buckner, president & chief operating officer; Arden B. Englebreten, vice chairman & chief financial officer; S. Maynard Turk, v.p. & general counsel; Alexander L. Searl, treasurer; George Mackenzie, controller; Daniel F. Desmond, asst. treasurer; James D. Knox, asst. treasurer; Charles W. E. Gamble, secretary; Dominick W. DiDonna, asst. controller; Thomas L. Gossage, pres.-Hercules Specialty Chemicals Co.; James E. Knox, pres.-Hercules Engineered Polymers Co.; Edward J. Sheehy, pres.-Hercules Aerospace Co.

Directors: Guy T. McBride, Jr., John R. Petty, Arthur C. Nielsen, Jr., Eugene D. Crittenden, Jr., Stuart E. Eisenstat, Arden B. Englebreten*, David S. Hollingsworth*, Jerome Jacobson, Robert G. Jahn, Joan E. Spero, Fred L. Buckner*, Henry A. Schor*, Gerdt, S. Maynard Turk.

* Member of the Executive Committee

Business Activities: The Company is a world-wide supplier of a broad line of natural and synthetic materials and products and related systems. Products include such materials as cellulose, flavors, and fragrances, natural and hydrocarbon resins, polypropylene fiber and film, propellants and advanced composites.

Textile products include: nonwoven polypropylene staple fiber which provides superior strength in sanitary facings for disposable hygiene products; polypropylene products used in Nouvell BCF carpet yarn, which offers resistance to stains, fading and wear; graphite fiber used in aircraft due to its light weight, strength, and stiffness, and used in filament-wound cases for submarine-launched missiles; and high-tenacity velvet yarn, trademarked Elustra, used in upholstered furniture.

Textile Trademark(s): Nouvell, Elustra.

Textile Plant Location(s): Oxford, Georgia; Magna, Utah; Itherville, Canada.

Divisions and Subsidiaries

Mica Corporation
Culver City, California

Hercules Trading Corporation
Wilmington, Delaware

Hercules Overseas Corporation
St. Croix, Virgin Islands

Hercules Engineered Polymers Company
Wilmington, Delaware

Hercules Aerospace Company
Wilmington, Delaware

Hercules Aerospace Display Systems, Inc.
Hatfield, Pennsylvania

Hercules Credit, Inc.
Wilmington, Delaware

Hercules Defense Electronics Systems, Inc.
Clearwater, Florida

Hercules Specialty Chemicals Company
Wilmington, Delaware

Simmonds Precision Products, Inc.
Wilmington, Delaware

Hercules do Brasil Produtos Quimicos Ltda.
Sao Paulo, Brazil

Hersman Pte. Ltd.
Singapore, Singapore

Hercules International Trade Corporation Limited
Nassau, The Bahamas

Hercules Canada Inc.
Mississauga, Ontario, Canada

Hercules Limited
London, England

Hercules France S.A.
Paris, France

Hercules GmbH
Hamburg, Germany

Hercules Far East K.K.
Tokyo, Japan

Patex Chemis GmbH
Traun, Austria

Hercules Chemical NV
Beringen, Belgium

A/S Kobehaven Pektinfabrik
Lille Skensved, Denmark

PFW Ltd.
Perivale, England

OY Hercofin AB
Helsinki, Finland

Fomosa GmbH
Grossenbrode, Germany

Hercules Italia S.p.A.
Milan, Italy

Quimica Hercules, SA de CV
Mexico, D.E.

PFW (Nederland) BV
Amersfoort, The Netherlands

Ceranton S.A.
Tarragona, Spain

Hercules Komiska Aktiebolag
Goteborg, Sweden

Champlin Cable Corporation
Wilmington, Delaware

Hercules BV
Rijswijk, The Netherlands

Affiliated Companies (U.S.)

Asonic Systems, Inc. (34% interest)
Billerica, Massachusetts

Aqualon Company (50% interest)
Wilmington, Delaware

BHC Laboratories, Inc. (50% interest)
Warsaw, Indiana

EKC Technology, Inc. (35% interest)
Hayward, California

Epicor Laboratories, Inc. (50% interest)
Palo Alto, California

Intermarine, U.S.A. (40% interest)
Savannah, Georgia

Texas Alkyls, Inc. (50% interest)
Deer Park, Texas

Transfer Agent(s)

Manufacturers Hanover Trust Company
P.O. Box 24935
Church Street Station
New York, New York 10249

Wachovia Bank & Trust Company, N.A.
P.O. Box 3099
Winston-Salem, North Carolina 27102

Wilmington Trust Company
10th & Market Streets
Wilmington, Delaware 19890

Stock Exchange(s): New York, London, Zurich, Geneva, Basel.

Ticker Symbol: HPC

Sales & Earnings

	Net Sales (000's)	Net Income (000's)
1987	\$ 2,693,000	\$ 820,737
1986	2,615,100	226,700
1985	2,587,200	133,200
1984	2,571,000	197,200
1983	2,629,000	174,200

	No. of Com. Shares	Earn. per Share †
1987	48,800,000	\$ 14.71
1986	54,800,000	4.02
1985	54,300,000	2.40
1984	53,500,000	3.54
1983	52,900,000	3.17

† Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues By Line of Business (000's)

	1987	1986
Eag. & fabricated prod.	\$ 399,000	\$ 183,000
Specialty chemicals	1,147,000	1,214,000
Explosives & aerospace	1,007,000	906,000
Other prod.	140,000	112,000
Total	\$ 2,693,000	\$ 2,615,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 1.84	—	—
1986	1.72	—	—
1985	1.60	—	—
1984	1.48	—	—
1983	1.38	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 2,189,900,000	\$ 44.88
1986	1,703,200,000	31.11
1985	1,474,201,000	27.13
1984	1,366,911,000	25.57
1983	1,288,118,000	24.33

Income Accounts (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 2,693,000	\$ 2,615,110
Cost of sales	2,063,661	1,998,741
Expenses	431,381	412,733
Interest expense	44,758	39,399
Other expense (income)	(13,791)	24,365
Gain on dispos. of assets	(1,109,834)	(77,447)
Income before taxes	\$ 1,286,818	\$ 217,319
Income taxes	373,692	81,182
Eq. in inc. of affil. cos.	(109,611)	(90,596)
Net Income	\$ 820,737	\$ 226,733

* Included in Costs and Expenses, Depreciation and Amortization: \$134,373,000 in 1987 and \$125,254,000 in 1986.

Hercules Incorporated

Assets (000's)		
As of Dec. 31	1987	1986
Cash & market secur.	\$ 694,489	\$ 55,339
Accts. & notes receiv., net	696,626	567,788
*Inventories	402,352	456,494
Current Assets	\$ 1,793,467	\$ 1,079,621
Investments & advances	469,290	575,036
*Fixed assets	1,075,389	1,152,141
Other assets	153,931	107,321
Total Assets	\$ 3,492,077	\$ 2,914,319
Liabilities (000's)		
Short-term debt	\$ 34,098	\$ 69,749
Accts. payable	184,239	156,327
Accruals	204,888	154,411
Income taxes	71,260	39,196
Current Liabilities	\$ 494,485	\$ 419,683
Long-term debt	488,538	546,113
Pension reserve	125,220	66,954
Deferred inc. taxes	193,967	178,418
+Common stock	29,432	28,967
Add. paid-in capital	281,622	270,178
Foreign currency adjustment	46,867	(41,858)
Retained earnings	2,192,736	1,470,547
Treasury stock	(368,470)	(24,683)
Total Liabilities & Shareholders' Equity	\$ 3,492,077	\$ 2,914,319

* At lower of cost or market. Domestic inventories at LIFO; foreign at average cost.
Less accumulated depreciation and amortization.
+ \$25/48 stated value.

Statistical Summary

%Income bef. Taxes to Sales	47.78	8.31
%Net Income to Sales	30.48	8.67
%Net Income to Equity	37.48	13.31
Sales to Inventories	6.69	5.73
Debt to Equity	0.24	0.36
Working Capital	\$ 1,298,982,000	\$ 660,138,000
Current Ratio	3.63	2.57
Shareholders' Equity	\$ 2,189,867,000	\$ 1,703,151,000

Hexcel Corporation

11555 Dublin Boulevard
Dublin, California 94568-0705
(415) 828-4200

Officers: Harvie M. Merrill, chairman of the board; Robert L. Witt, president & chief executive officer; James D. Neff, sr. v.p.-engineered & structural products; James D. Otis, sr. v.p.-international & specialty products; Fred G. Beyerlein, v.p.-Resins & Chemicals Division; D. Thomas Divird, v.p. & chief financial officer; John F. O'Flaherty, v.p. chief counsel & secretary; Robert A. Penzix, v.p.-administrative operations; Christopher J. Ward, treasurer; David M. Wong, controller.

Directors: Harvie M. Merrill, chairman; Robert L. Witt, Rose F. Anderson, Holli Ashley, Thomas R. Brown, John L. Doyle, Sydney P. Harrison, Kenneth M. Holland, Leslie L. Luttgens, James A. Merritt, Edwin L. Rule, David I. Wendel.

Business Activities: Produces honeycomb, advanced composites, and specialty chemicals and resins used in the commercial aerospace, space and defense, and other markets.

In the area of fibers, the Company produces advanced composites which combine specialized resin materials with high-performance fiber reinforcements formed through the Company's own weaving and stitch-bonding processing into specialty fabrics that are then impregnated with resin. The fibers used in advanced composites include S-2, E- and

R-type fiberglass, high-strength carbon fibers, impact-resistant Kevlar, electrically and thermally conductive Thorstrand, and high-temperature ceramic fibers. Standard resin systems include epoxy, polyester, bismaleimide and polyimide. The Company also weaves or stitch-bonds fabrics without resin impregnation that are sold separately as reinforcements.

Trademarks and/or Brand Names: Kevlar, Thorstrand, Nextel.

Plant Locations (fiber): Reno, Nevada; Seguin, Texas; Les Avenieres (Lyon), France.

Subsidiaries

Hexcel-Gemin, S.A.
Les Avenieres (Lyon), France

Hi-Tech Composites, Inc.

Utilizes a unique system of switching multi-layer, multi-directional fabrics used by the aerospace, marine, ballistic, belting and other industries.

Acquisitions

Knytex, Inc.

Designs and manufactures stitch-bonded multi-layer fabrics used in marine, ballistic, aerospace, recreation and other market applications.

Transfer Agent(s)

The Bank of California
Corporate Trust Department
P.O. Box 45005
San Francisco, California 94145

Stock Exchange(s): New York, Pacific.

Ticker Symbol: HXL

Sales & Earnings

	Net Sales	Net Income
1987	\$ 349,184,000	\$ 12,869,000
1986	290,383,000	9,664,000
1985	235,238,010	7,726,000
1984	181,156,000	5,892,000
1983	148,981,000	3,443,000
	No. of Com. Shares ‡	Earn. per Share ‡
1987	4,477,000	\$ 2.87
1986	4,247,000	2.28
1985	4,087,000	1.89
1984	3,512,000	1.68
1983	3,348,000	1.03

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1987	1986
Structural products	\$ 296,512,000	\$ 247,043,000
Specialty chemical & resins	52,672,000	43,340,000
Total	\$ 349,184,000	\$ 290,383,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.60	—	—
1986	0.60	—	—
1985	0.60	—	—
1984	0.60	—	—
1983	0.60	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 114,456,000	\$ 25.26
1986	92,255,000	21.34
1985	71,701,000	18.45
1984	59,707,000	16.12
1983	42,666,000	14.18

‡ After allowing for preferred stock and stated value.

Income Accounts* (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 349,184	\$ 290,383
Cost of sales	258,561	217,907
Expenses	63,349	51,288
Interest expense	5,606	4,493
Incom. before taxes	\$ 21,648	\$ 16,695
Income taxes	8,779	7,031
Net Income	\$ 12,869	\$ 9,664

* Included in Costs and Expenses, Depreciation and Amortization: \$12,435,000 in 1987 and \$9,804,000 in 1986.

Assets (000's)

As of Dec. 31	1987	1986
Cash	\$ 4,858	\$ 2,976
Short-term invest.	10,295	32,862
Accts. receiv., net	72,989	52,677
*Inventories	60,256	48,258
Prepaid expenses	5,168	4,467
Current Assets	\$ 153,566	\$ 141,240
Investments & other assets	5,637	4,014
*Fixed assets	103,950	79,654
Total Assets	\$ 263,153	\$ 224,908

Liabilities (000's)

	1987	1986
Notes payable	\$ 12,025	\$ 7,417
Long-term debt, curr.	4,074	3,476
Accts. payable	24,230	22,778
Accruals	27,319	17,784
Current Liabilities	\$ 67,648	\$ 51,455
Long-term debt	75,023	74,558
Cap. lease oblig.	6,026	5,885
+Preferred stock	—	755
+Common stock	45	46,566
Add. paid-in capital	54,714	—
Retained earnings	56,573	46,371
Cum. curr. trans. adjust.	3,124	(682)
Total Liabilities & Shareholders' Equity	\$ 263,153	\$ 224,908

* At lower of cost (average & LIFO) or market.
Less accumulated depreciation and amortization.
+ No par value: \$8.50 cumulative convertible.
++ \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	6.20	3.73
%Net Income to Sales	3.49	3.33
%Net Income to Equity	11.24	10.39
Sales to Inventories	5.80	6.02
Debt to Equity	0.81	0.99
Working Capital	\$ 85,918,000	\$ 89,785,000
Current Ratio	2.27	2.74
Shareholders' Equity	\$ 114,456,000	\$ 93,010,000

Hoechst Aktiengesellschaft

D-6230 Frankfurt am Main 80
Federal Republic of Germany

Directors: Walter Bertach, engineering department II; Max-Rudolf Buchmann, Knapsack Works; Richard M. Clark, Hoechst Celanese Corp.; Dieter Cron, plastic and wax division; Alexander Dahmen, fibres and fibre intermediates division; Hans-Ulrich Fintelmann, procurement; Werner Frank, surfactants and auxiliaries division; Hans Friedl, surfactants and auxiliaries division; Ernst Gunter Fuchs, fine chemicals and colour division; Werner Gohardt, Kalle Works; Richard Gehringer, personnel/staff welfare, Hoechst Works; Friedrich W. Gerdes, paints and synthetic resins division; Helmut Gruber, Gemorl Works; Hans-Joachim Grunewald, paints and synthetic resins division; Horst Kaiser, technical information systems division; Gerhard Karger, pharmaceuticals division production; Gottfried Kremer, plastic and wax division; Dieter Laengenfelder, pharmaceuticals division; Jürgen Lehmann, general legal matters; Gunter Lippardt, engineering department III; Lutz A.W. Mann, international relations; Justus Mische, personnel/staff welfare, works administration; Dieter Potzsch, chemicals division; Gerhard Prante, agriculture division; Alfred X. Rad, plastic film division; Kurt Reis, technical information systems division; Hans-Peter Reuter, taxes; Werner Schuhmann, plastic film division; Karl-Gerhard Seifert, central staff department; Ernst Sommer, central engineering coordination department; Herbert Steinjan, agriculture division; Fritz Albert Straub, pharmaceuticals division; Jürgen Thimn, fibres and fibre intermediates division; Dominik von Winterfeldt, corporate public relations; Hans-Georg Wolters, pharmaceuticals division; clinical research; Franz J. Drenthard, accounts; Karl G. Engels, fibres and fibre intermediates division.

Supervisory Board: Rolf Sammet, chairman; Rolf Brand, deputy chairman; George Bodeck, Oswald Bommel, Dietrich-Kur, Prowein, Theodor Geuss, Helmut Haugen, Robertus Hazelhoff, Günther Heilmann, Georg Heinz, Peter Hitzel, Ingolf Horake, Horst K. Jannott, Eva Kaiser, Reimar Lust, Franz Luterbacher, Abdul Baqi Al-Nouri, Egon Overbeck, Otto Ranft, Egon Schäfer.

Board of Management: Wolfgang Hilger, chairman; Günther Metz, deputy chairman; Erhard Bouillon, director-personnel; Jürgen Dormann, central finance and accounts department-North America; Martin Fruhauf, central legal, patents, taxes, insurance department-France; Hansgeorg Gareis, pharmaceuticals, agriculture, plastic film divisions; Heinz Harnisch, technical information systems division; Karl Holoubek, fine chemicals and colour division; Hans Georg Janson, chemicals, paints and synthetic resins division-Pacific region; Uwe Jens Thomsen, surfactants and auxiliaries, cosmetics companies divisions; deputy: Ernst Schadow, plant engineering division.

Business Activities: The Company is a major supplier of chemicals, dyes, surfactants and auxiliaries, fibres and fibre intermediates, plastic film, paints and synthetic resins, plastics and waxes, pharmaceuticals, cosmetics, technical information systems, engineering ceramics, industrial gases, welding technology, plant engineering, and agricultural products such as herbicides, fertilizers, and animal health products.

In the textile area, the Company produces fibres and fibre intermediates, including polyester staple and filament for textile and technical applications, monofilaments and spun-bond made from polyester (Trevira), staple made from acrylic (Dolan) and viscose staple (Danufil), fibre intermediates, film resins, bottle resins, acetate filaments, acetate tow for cigarette filters, and flame retardant fibres made from PBI (Trevira CS and Danufil CS).

Textile Trademarks and/or Brand Names: Trevira, Trevira Fibre, Trevira Co, Dolan, Danufil, Danufil CS, Calcon, Celanese PA 66, Celanese.

Subsidiaries (West Germany)

Behringwerke AG

Marburg an der Lahn
Casella AG, Frankfurt am Main
Herberts GmbH, Wuppertal
Hoechst Ceram Tec AG, Selb
Jade Cosmetic GmbH, Frankfurt am Main
Marbert GmbH, Düsseldorf
Messer Griesheim GmbH, Frankfurt am Main
Rindell-de Haen AG, Seelze
Ruhchemie AG, Oberhausen
Spinnstoffabrik Zehlendorf AG, Berlin
Ticona Polymerwerke GmbH, Kelsterbach

Udde GmbH, Dortmund

Subsidiaries (North America)

Hoechst Celanese Corporation
Bridgewater, New Jersey U.S.A.

Hoechst Canada Inc.
Montreal, Quebec, Canada

Química Hoechst de Mexico S.A.
Mexico, D.F.

Stock Exchange(s): Listed on all eight German stock exchanges and ten other European exchanges.

Sales & Earnings

	Net Sales (000's)	Net Income (000's)
1987	DM 36,956,000	DM 1,528,000
1986	33,231,000	1,317,000
1985	42,722,000	1,468,000
1984	41,457,000	1,352,000
1983	37,189,000	909,000

	No. of Com. Shares	Earn. per Share
1987	55,900,000	DM 24.63
1986	54,900,000	22.16
1985	51,400,000	23.27
1984	50,500,000	21.21
1983	47,100,000	15.62

DM - deutsche mark

Revenues by Line of Business (000's)

	1987	1986
Chemicals & color	DM 9,986,000	DM 7,602,000
Fibers & plastic film	7,434,000	5,250,000
Polymers	6,903,000	6,262,000
Health	6,715,000	7,096,000
Engineering & tech.	3,595,000	3,806,000
Agriculture	2,196,000	2,447,000
Other	1,007,000	768,000
Total	DM 36,956,000	DM 33,231,000

Common Stock

	Cash Dividend*	Stock Dividend	Stock Split
1987	10.00	—	—
1986	10.00	—	—
1985	9.00	—	—
1984	7.00	—	—
1983	5.00	—	—

* In deutsche marks.

Common Stock Equity

	Total Equity (000's)	Equity Per Share
1987	DM 9,779,000	DM 155.46
1986	11,216,000	189.56
1985	9,376,000	154.00
1984	9,151,000	155.00
1983	7,692,000	140.00

Income Account (000's)

Year ended	1987	1986
Dec. 31		
Net sales	DM 36,956,000	DM 33,231,000
Cost of sales	23,186,000	20,461,000
Expenses:		
Distrib. & selling	7,162,000	6,770,000
Research	2,217,000	1,992,000
Gen. adm.	1,560,000	1,395,000
Other oper. inc.	(809,000)	(679,000)
Other oper. exp.	382,000	424,000
Interest expense	403,000	220,000
Interest income	(273,000)	(181,000)
Write-off of loans	20,000	15,000
Income before taxes	DM 3,108,000	DM 2,814,000
Income taxes	1,580,000	1,497,000
Net income	DM 1,528,000	DM 1,317,000

Assets (000's)

	1987	1986
As of Dec. 31		
Cash	DM 1,703,000	DM 3,890,000
Marketable securities	299,000	306,000
Accts. receiv., net	5,826,000	5,286,000
Other receivables	1,453,000	870,000
*Inventories	6,048,000	5,499,000
Prepaid expenses	159,000	87,000
Current Assets	DM 16,118,000	DM 15,938,000
Inventories	2,227,000	1,653,000
Fixed assets:		
Intangible	126,000	8,000
Tangible	10,460,000	8,286,000
Total Assets	DM 28,931,000	DM 25,885,000

Liabilities (000's)

	1987	1986
Accts. payable	DM 2,315,000	DM 2,002,000
Doubtful accts.	1,696,000	1,378,000
Transaction settlements	609,000	736
Product warranties	1,000	—
Maintenance	45,000	56,000
Prov. for pensions	3,826,000	3,455,000
Income taxes	581,000	493,000
Deferred inc. taxes	429,000	414,000
Other current liabilities	3,126,000	2,237,000
Cur. Liabilities	DM 12,628,000	DM 10,771,000
Long-term debt	6,078,000	3,853,000
Deferred income	46,000	45,000
Deferred inc. taxes	2,797,000	2,744,000
+Common stock	3,692,000	3,542,000
Revenue reserves	2,209,000	4,117,000
Minority interests	1,081,000	813,000
Total Liabilities & Shareholder's Equity	DM 28,931,000	DM 25,885,000

* At lower of cost and net realizable value.

† Less accumulated depreciation.

+ DM50 par value.

Statistical Summary (thousands)

	1987	1986
%Income bef. Taxes to Sales	8.41	8.47
%Net Income to Sales	4.13	3.96
%Net Income to Equity	15.63	11.74
Sales to Inventories	6.11	6.04
Debt to Equity	0.66	0.34
Working Capital	DM-3,490,000	DM 5,167,000
Current Ratio	1.28	1.48
Shareholders' Equity	DM 9,779,000	DM 11,216,000

Hoechst Celanese Corporation

Hoechst Celanese Corporation

(A wholly owned subsidiary of Hoechst Aktiengesellschaft, West Germany)

Route 202-206 North
Bridgewater, New Jersey 08876
(201) 231-2000

Officers: Dieter zur Loye, chairman; Ernest H. Drew, president & chief executive officer; Richard M. Clarke, vice chairman; Harry R. Benz, exec. v.p. & chief financial officer; William B. Harris, v.p. & treasurer; H. Friedrich Holzapfel, v.p.-public affairs & secretary; Robert A. Longman, v.p. & general counsel; Alban W. Schuele, v.p.-quality & communications; Raymond W. Smedley, v.p. & controller; C. E. Steel, v.p.-human resources; James J. Bigham, pres.-Advanced Technology Group; Harry B. Bartley, Jr., pres.-Chemical Group; John N. Lauer, pres.-Engineering Plastics Group; J. Douglas Libby, pres.-Film & Fiber Intermediates Group; Joseph H. Patterson, pres.-Industrial Fibers Group; Hubert E. Huckel, pres.-Life Sciences Group; Heinz K. Hofmeister, pres.-Specialty Chemicals Group; Thomas C. Bohrer, pres.-Specialty Products Group; John A. Pennie, pres.-Textile Fibers Group.

Business Activities: Manufactures and markets a diversified line of products including textile and industrial fibers; acetate cigarette filter tow, specialty and bulk chemicals; prescription drugs; agricultural chemicals; veterinary pharmaceuticals and feed additives; engineering resins; premetallized offset printing plates and proofing films; dyes and pigments; and polyester and polyvinyl chloride film.

The Company's Textile Fibers Group produces Trevira and other branded polyester fibers, yarns, and fiberfill and Celebrate acetate filament yarn, for apparel end uses and home furnishings. The Trevira, Comfort Fiber, ESP, and Ceylon trademarks (polyester) and the Celebrate trademark (acetate), appear on men's, women's and children's wear. Trevira, a polyester used extensively in carpeting, is also used in upholstered furniture, office systems, and nonwoven fabrics. Celebrate and Ceylon are used in curtains, draperies, and bedding products. Recent product introductions include Trevira Linenette, a polyester apparel fiber; a new family of premium Trevira fiberfill products; and new air-textured filament products for flame-retardant applications.

The Company's Industrial Fibers Group produces high-denier polyester filament yarns for tire cord, rubber-related markets, seat belts, coated and laminated fabrics, vinyl coated yarns, and webbings; low denier polyester filament yarns for core thread and other industrial applications; polyester staple used in the manufacture of spun sewing thread and such nonwovens as disposable 1-ply surgical gowns and diapers; Trevira Spunbond polyester products used for roofing and geotextile end uses; and Trevira polyester monofilament products used in papermaking screens, zippers, and other industrial applications. The Group's Polymer and Filter Products Division makes acetate and polyester polymers and is a worldwide producer of cellulose acetate tow for cigarette filters.

Textile Trademarks and/or Brand Names: Trevira, Celebrate, Comfort Fiber, ESP, Ceylon, Trevira Linenette, Trevira Spunbond.

Textile Plant Location(s): Salisbury & Shelby, North Carolina; Spartanburg & Rock Hill, South Carolina; Narrows, Virginia; Dismondville, Quebec, Canada; Millhaven, Ontario, Canada.

Operating Groups:

Advanced Technology Group
1 Main Street
Chatham, New Jersey 07928
(201) 635-2600

Chemical Group
1250 West Mockingbird Lane
Dallas, Texas 75247
(214) 689-4000

Engineering Plastics Group
1 Main Street
Chatham, New Jersey 07928
(201) 635-2600

Film & Fiber Intermediates Group
4000 Barclay Downs Drive
Charlotte, North Carolina 28209
(704) 554-2000

Industrial Fibers Group
4000 Barclay Downs Drive
Charlotte, North Carolina 28209
(704) 554-2000

Life Sciences Group
Route 202-206 North
Somerville, New Jersey 08876
(201) 231-2000

Special Chemicals Group
Route 202-206 North
Somerville, New Jersey 08876
(201) 231-2000

Specialty Products Group
26 Main Street
Chatham, New Jersey 07928
(201) 635-2600

Textile Fibers Group
1211 Sixth Avenue
New York, New York 10036
(212) 719-8000

Textile Subsidiaries:

Celanese Canada Inc. (56%-owned)
Montreal, Quebec, Canada

Produces polyester heavy denier industrial yarn, industrial staple, textile staple and filament yarn, cellulose acetate filament yarn, cigarette filter tow and filament yarn, cellulose acetate flake.

Celanese S.A.

Belgium

Produces acetate and triacetate filament yarn and acetate cigarette filter tow.

Celanese Mexicana, S.A. (40%-owned)

Mexico, D.F.

Produces man-made fibers.

Sales & Earnings

	Net Sales +	Net Income + †
1987	\$ 4,596,000,000	\$ 169,000,000
1986	1,659,000,000	38,000,000
1985	1,456,000,000	38,000,000
1984	1,453,000,000	30,000,000
1983	1,289,000,000	49,000,000
	No. of Com. Shares	Earn. per Share †
1987	10,000	\$ —
1986	4,784,580	7.94
1985	4,784,580	7.94

+ Of continuing operations only.

† Including extraordinary charge of \$6,000,000 (\$1.25 per share) in 1986.

Revenues by Line of Business (000's)

	1987	1986
Fibers and Film	\$ 2,167,000	\$ 718,000
Chemicals	985,000	—
Specialties and cov.	1,132,000	561,000
Life Sciences	435,000	379,000
Eliminations	(123,000)	(1,000)
Total	\$ 4,596,000	\$ 1,659,000

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 3,103,000,000	\$ —
1986	726,000,000	151.74
1985	688,000,000	143.80

Income Account * (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 4,596,000	\$ 1,659,000
Cost of sales	3,360,000	1,142,000
Expenses	818,000	406,000
Eq. in inc. of affil.	(14,000)	—
Interest expense	72,000	17,000
Interest income	(18,000)	(7,000)
Income before taxes	\$ 378,000	\$ 101,000
Income taxes	195,000	47,000
Minority interest	14,000	10,000
Net Income	\$ 169,000	\$ 44,000

* Included in Costs and Expenses, Depreciation and Amortization: \$227,000,000 in 1987 and \$85,000,000 in 1986.

Assets (000's)

As of Dec. 31	1987	1986
Cash & market secur.	\$ 34,000	\$ 193,000
Accts. receiv., net	700,000	234,000
Inventories	672,000	251,000
Prepaid expenses	52,000	6,000
Assets held for sale	170,000	—
Current Assets	\$ 1,628,000	\$ 684,000
Investments in affil.	287,000	—
Fixed assets	1,911,000	583,000
Other assets	246,000	36,000
Intangibles	1,316,000	4,000
Total Assets	\$ 5,388,000	\$ 1,307,000

Liabilities (000's)

Notes payable & long-term debt, curr.	\$ 23,000	\$ 13,000
Accts. payable & accruals	655,000	168,000
Notes and accts. payable and affil.	79,000	61,000
Income taxes	171,000	26,000
Current Liabilities	\$ 928,000	\$ 268,000
Long-term debt	854,000	223,000
Minority interest	123,000	20,000
Deferred inc. taxes	61,000	35,000
Other liabilities	319,000	35,000
+Common stock	—	478,000
Add. paid-in capital	2,720,000	42,000
Retained earnings	345,000	206,000
Com. trans. adjust.	38,000	—
Total Liabilities & Shareholders' Equity	\$ 5,388,000	\$ 1,307,000

* At lower of cost (FIFO) or market.

† Less accumulated depreciation and amortization.

+ \$0.10 par value in 1987; \$100 in 1986.

Statistical Summary

%Income bef. Taxes to Sales	8.22	6.09
%Net Income to Sales	3.66	2.5
%Net Income to Equity	5.45	6.06
Sales to Inventories	6.84	6.61
Debt to Equity	0.28	0.33
Working Capital	\$ 700,000,000	\$ 416,000,000
Current Ratio	1.75	2.55
Shareholders' Equity	\$ 3,103,000,000	\$ 726,000,000

Howard B. Wolf, Inc.

3809 Parry Avenue
Dallas, Texas 75226
(214) 823-9941

Officers: Howard B. Wolf, chairman; Robert D. Wolf, president; Eugene K. Frissen, sr. v.p. & treasurer.

Directors: Howard B. Wolf*, Eugene K. Frissen*, Robert D. Wolf*, Joel Heid, Juan Villamizar.

* Member of the Executive Committee

Business Activities: Designs, manufactures and sells women's fashion apparel consisting primarily of dresses, suits, skirts, and coordinated groups of sportswear.

Trademarks and/or Brand Names: Howard Wolf, Pret-A-Porte, Ernesto W, Howard Wolf Sportswear, Howard Wolf Dress.

Plant Location(s): Dallas, Texas

Divisions:

Howard Wolf
3809 Parry Avenue
Dallas, Texas 75226

Designs and manufactures dresses and ensembles for women between 18 and 35 years of age, under the brand name "Howard Wolf".

Howard Wolf Sportswear
3809 Parry Avenue
Dallas, Texas 75226

Designs and manufactures sportswear, including separate skirts, pants, tops, jackets and sweaters in coordinated groups for the young woman.

Transfer Agent(s):

First Republic Bank Dallas, N.A.
Dallas, Texas 75201

Stock Exchange(s): American

Ticker Symbol: HBW

Sales & Earnings

	Net Sales	Net Income \$
1987	\$ 8,144,865	\$ (148,835)
1986	8,701,419	(575,641)
1985	9,075,119	(314,306)
1984	8,612,614	337,037
1983	6,938,112	70,287

	No. of Com. Shares	Earn. per Share ‡ \$
1987	1,072,287	\$ —
1986	1,081,191	—
1985	1,081,191	—
1984	1,081,191	0.34
1983	1,081,191	0.07

(Loss)

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

* Including extraordinary gains of \$28,060 (\$0.03 per share) in 1984 and \$27,362 (\$0.03 per share) in 1983.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 4,416,871	\$ 4.12
1986	4,465,706	4.32
1985	5,241,387	4.85
1984	5,555,655	5.14
1983	5,300,092	4.90

Income Accounts *

Year ended May 31	1987	1986
Net sales	\$ 8,144,865	\$ 8,701,419
Cost of sales	6,070,767	6,766,548
Expenses	2,218,201	2,483,206
Interest expense	82,590	111,744
Interest income	(30,463)	(43,848)
Other income	(47,393)	(42,570)
Net Loss	\$ (148,835)	\$ (575,641)

* Included in Costs and Expenses, Depreciation and Amortization: \$106,025 in 1987 and \$106,733 in 1986.

Assets

As of May 31	1987	1986
Cash & cash equiv.	\$ 925,399	\$ 769,396
Accts. receiv., net	1,583,602	1,173,501
*Inventories	2,169,409	2,940,017
Prepaid expenses	114,617	145,692
Income tax benefit	36,228	26,226
Current Assets	\$ 4,819,253	\$ 5,054,832
*Fixed assets	856,251	935,977
Prop. not used in oper.	115,981	89,508
Other assets	78,916	61,908
Total Assets	\$ 5,870,401	\$ 6,142,225

Liabilities

Long-term debt, curr.	\$ 18,306	\$ 35,167
Accts. payable & accruals	885,409	833,235
Notes payable, curr.	523,341	563,337
Current Liabilities	\$ 1,427,056	\$ 1,431,739
Long-term debt	7,231	25,357
Deferred Federal income tax	19,223	19,223
+Common stock	340,400	340,400
Add. paid-in capital	2,034,088	2,034,088
Retained earnings	2,122,383	2,271,218
Treasury stock	(100,000)	—
Total Liabilities & Shareholders' Equity	\$ 5,870,401	\$ 6,142,225

* At lower of cost replacement market and at lower of average cost or net realizable value.
* Less accumulated depreciation and amortization.
+ \$0.33 1/2 per value.

Statistical Summary

Sales to Inventories	3.75	0.30
Debt to Equity	—	0.01
Working Capital	\$ 3,392,197	\$ 3,623,093
Current Ratio	3.38	3.53
Shareholders' Equity	\$ 4,416,871	\$ 4,465,706

Humphreys Inc.

(A private corporation)

2009 West Hastings Street
Chicago, Illinois 60608
(312) 997-2358

Officers: Glenn Golsberg, chairman of the board; Herbert Adler, vice chairman; Sheldon Young, president & chief executive officer; Harry Brunch, treasurer, controller & chief financial officer; Robert Englehardt, v.p.-operations; Richard Ryan, v.p.-merchandizing & marketing; Lester Taub, v.p.-national field sales manager.

Directors: Glenn Golsberg, chairman; Herbert Adler, Sheldon Young, Thomas S. Robertson, J. Robert Killpack.

Business Activities: Manufactures and merchandises men's and boys' accessories supplied to national retailers for sale under their private labels. These accessories include belts, suspenders, wallets, small leather goods, gloves, jewelry, headwear, scarves, boys' ties, and gift items. The Company also sells men's and boys' accessories through its branded products program, principally using the Levi's label.

Trademarks and/or Brand Names: Levi's, Wells, S'Belts, S'Wallets, S'Penders, Oak Street, Dunt.

Plant Location(s): Chicago, Illinois

Sales & Earnings

	Net Sales	Net Income
7/31/87 * †	\$ 16,805,661	\$ 2,940,490
1/31/87	27,842,124	2,956,128
1/31/86	21,333,642	2,465,371
1/31/85	23,463,298	3,907,299

	No. of Com. Shares ‡	Earn. per Share ‡ \$
7/31/87 * †	3,000,000	\$ 0.53
1/31/87	3,110,493	0.57
1/31/86	3,620,501	0.34
1/31/85	3,620,501	0.52

* 6 months.

† Unaudited.

* Pro forma - Based on pro forma income as if the Company had not been an S Corporation.

‡ Based on the weighted average number of common shares and common share equivalents.

Common Stock Equity

	Total Equity	Equity Per Share ‡
7/31/87	\$ 6,144,633	\$ 2.05
1/31/87	3,204,143	1.03
1/31/86	2,919,999	0.81
1/31/85	2,915,000	0.81

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Accounts *

Year ended	7/31/87 (6 months)	1/31/87
Net sales	\$ 16,805,661	\$ 27,842,124
Cost of sales	9,706,683	17,114,214
Expenses:		
Selling	2,956,213	4,907,050
Gen. & adm.	1,047,179	2,625,666
Interest expense	107,727	203,864
Interest income	(631)	(11,798)
Income before taxes	\$ 2,988,490	\$ 3,003,128
Income taxes	48,000	47,000
Net Income	\$ 2,940,490	\$ 2,956,128

* Included in Costs and Expenses, Depreciation: \$57,600 in the six months ending 7/31/87 and \$88,203 in the year ending 1/31/87.

Assets

As of	7/31/87	1/31/87
Cash	\$ 11,217	\$ 20,410
Accts. receiv., net	3,836,762	2,108,810
*Inventories	8,990,620	4,143,461
Prepaid expenses	116,948	114,892
Current Assets	\$ 12,955,547	\$ 6,387,573
*Fixed assets	245,072	192,348
Total Assets	\$ 13,200,619	\$ 6,579,921

Humphreys Inc.

Liabilities		
Notes payable	\$ 2,746,563	\$ —
Subord. debentures	115,200	140,200
Accr. payable	1,844,230	477,213
Accounts	1,078,694	724,219
Accrued pension	330,870	234,728
Accrued vacation pay	115,212	141,522
\$ Corporation dist. pay	805,197	1,610,396
Cur. Liabilities	\$ 7,025,986	\$ 3,330,678
Subord. debent.	—	45,100
+ Common stock	1,000	3,000
Add. paid-in capital	135,154	135,154
Retained earnings	4,006,479	3,065,989
Total Liabilities & Shareholders' Equity	\$ 13,200,619	\$ 6,579,921

* At lower of cost (FIFO) or market.
 * Less accumulated depreciation and amortization.
 + \$0.001 par value.

Statistical Summary		
% Income bef. Tax	17.78	10.79
to Sales	17.50	10.62
% Net Income to Sales	47.85	92.36
% Net Income to Equity	1.87	6.72
Debt to Equity	0.43	—
Working Capital	\$ 5,899,561	\$ 1,056,895
Current Ratio	1.84	1.92
Shareholders' Equity	\$ 6,144,633	\$ 3,204,143

Illingworth, Morris PLC

P.O. Box 122
 Fairweather Green, Thornton Road
 Bradford, West Yorkshire BD4 0HZ, England

Directors: A. J. Lewis, chairman & chief executive; M. Grun, P. Hardy, D. Hodgey, G. S. H. Kitchen, W. B. Dunn, G. F. Kitchen, J. H. Nunnery, J. F. D. Tufnell, secretary.

Business Activities: The Company's principal activities consist of the processing of wool and fibers, including the production of woolen and worsted spun yarns, cloth and garments.

Subsidiaries (U.K.):

Woolcombers (Holdings) PLC
 Fairweather Green Mills, Thornton Road
 Bradford, West Yorkshire, England

Westbrook Lanolin Company
 Argonnest Works, Laisterdyke, Bradford, England
 Lanolin and derivative producers.

Woolcombers Limited
 Fairweather Green Mills, Thornton Road
 Bradford, West Yorkshire, England

Woolcombers (Processors) Limited
 Fairweather Green Mills, Thornton Road
 Bradford, West Yorkshire, England
 Commission wool and synthetic combers.

James W. Firth & Company
 Greenfield Woolcombing Company
 Isaac Holden (Synthetics) Company
 Superwash
 J. & C. Crabtree

Woolcombers (Scourers) Limited
 Cumberland Works, Bradford, England
 Commission wool scourers.

Alston Scouring Company

William Bussey Limited
 Young Street Mills, Young Street
 Bradford, England
 Wool merchants.

A. C. Wood & Sons Limited

Illingworth Morris (Merchants) Limited
 Young Street Mills, Young Street
 Bradford, England
 Wool merchants.

J. G. Field & Co.
 Percy C. Anderton
 H. & F. Tatley
 Woolcombers (Mohair)

Daniel Illingworth & Sons
 Whetley Mills, Bradford, England
 Worsted spinners.

Globe Worsted Company
 Globe Mills, Slaithwaite, North Huddersfield, England
 Worsted spinners.

William Smith & Co.
 Bottom Mills, Holmfirth, Huddersfield, England
 Commission dyers.

Huddersfield Fine Worsteds
 Kirkheaton Mills, Kirkheaton, Huddersfield, England
 Fine worsted manufacturers.

Jonah France
 Lowry Brothers & Co.
 Broadhead & Graves
 Martin Sons & Company
 W. E. Yates Limited
 Sykes & Harbottlewaite
 George Mallison & Sons
 James Sykes & Son
 all at:

Kirkheaton Mills, Kirkheaton, Huddersfield, England

R.O. Neill & Son
 Glenash Mills, Langholm, England
 Scottish woolen and worsted manufacturers.

Winterbotham, Strachan & Playne, Limited
 Manufacturers of woolen flannels, suitings, uniform and sports cloths, billard and casino cloths, industrial cloths and tennis ball cloths.
 William Playne & Co.
 Strachan & Co.
 Samuel Salter & Co.
 Lodgemore Mills, Stroud, Gloucestershire
 Cam Mills, North Dursley, Gloucestershire
 Longfords Mill, Minchinhampton, Gloucestershire

Hunt & Winterbotham
 Cloth merchants.
 Standen & Co.
 S. Collier & Co. (Waxes)
 Harold A. Gray
 Firth & Company (Huddersfield Textiles)
 Darley Mills Co.
 Hare of England
 West of England Woolen Mills
 all at:

Frome Hall
 Chestnut Lane
 Stroud, Gloucestershire, England

Troyfill (Finishers) Limited
 Alverthorpe Mills, Wakefield, England
 Specialized commission dyers.

J. & J. Crombie Limited
 Grandholm Works, Woodside, Aberdeen, Scotland
 Manufacturers of overcoatings, Scottish suitings and sport cloths.

The Hawick Hosiery Company Limited
 Trinity Mills, Hawick, England
 Fully fashioned knitwear manufacturers.

S. Schneiders & Son Limited
 Rochester House
 Commercial Road
 Stroud, Kent, England
 Clothing manufacturers.

Illingworth, Morris (Salsaire) Limited
 Brook Walker & Co.
 Alverthorpe Mills, Wakefield
 Valley Mills, Drighlington, England
 Woolen manufacturers.

Ephraim Wood & Co.
 Mark Bottom Mills, Huddersfield, England
 Woolen manufacturers.

Subsidiaries (outside of U.K.):

William Bussey (Australia) Proprietary Limited
 Australia

Westbrook Lanolin Company Inc.
 U.S.A.

J. & J. Crombie (U.S.A.) Inc.
 U.S.A.

Transfer Office:

Hill Samuel Registrars Limited
 6 Greenock Place
 London SW1 1PL, England

Stock Exchange(s): London

Sales & Earnings		
	Net Sales	Net Income †
1987	£ 88,112,000	£ 5,033,000
1986	96,344,000	5,011,000
	No. of Com. Shares ‡	Earn. per Share ‡
1987	39,986,666	12.6 p
1986	39,986,666	11.2

£ - pound sterling.
 † Including extraordinary gain of £ 456,000 (1.1p per share) in 1987 and extraordinary loss of £ 10,000 in 1986.
 ‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock			
	Cash Dividend	Stock Dividend	Stock Split
1987	4.00p	—	—
1986	3.50	—	—
Common Stock Equity			
	Total Equity	Equity Per Share	
1987	£ 36,704,000	91.8p	
1986	29,602,000	74.0	

† After allowing for preferred stock at par value.
 ‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account (000's)		
Year ended Mar. 31	1987	1986
Net sales	£ 88,112	£ 96,344
Cost of sales	71,385	80,605
Distribution costs	4,151	4,454
Adm. expenses	6,084	5,714
Interest expense (incor.)	(95)	407
Other income	(1,136)	(1,113)
Income before taxes	£ 7,721	£ 6,177
Income taxes	2,545	1,520
Minority interests	126	102
Net Income	£ 5,052	£ 4,555
Extraord. item	(19)	436
Net Income & extraord. item	£ 5,033	£ 5,011

* Included in Costs and Expenses. Depreciation: £ 2,272,000 in 1987 and £ 2,234,000 in 1986.

	Assets (000's)	
As at 31st Dec:	1987	1986
Cash	£ 2,437	£ 3,629
Cart. of deposit	1,600	—
Accts. receiv., net	14,154	13,393
*Inventories	19,617	18,373
Current Assets	£ 37,808	£ 35,395
Investments	2,158	1,697
*Fixed assets	20,586	16,465
Total Assets	£ 60,552	£ 53,557

	Liabilities (000's)	
Accts. payable	£ 8,053	£ 8,807
Accts. owed to Group Cos.	—	3
Accts. owed to Rel. Cos.	336	18
Bills of exchange payable	442	734
Other creditors	4,405	3,823
Accruals and deferred inc.	2,855	2,790
Proposed dividends	1,145	946
Current Liabilities	£ 17,236	£ 17,121
Long-term liabilities	—	1,000
Other charges	2,995	2,133
Minority interest	1,617	1,701
+Preferred stock	2,000	2,000
+Common stock	7,997	7,997
Cap. redemption reserve	191	191
Revaluation reserve	6,935	3,261
Surplus on acq. of subd.	5,487	5,411
Profit & loss account	16,094	12,742
Total Liabilities & Shareholders' Equity	£ 60,552	£ 53,557

* At lower of cost (FIFO) or market.
 * Less accumulated depreciation and amortization.
 + £ 1 per value; 4.55% cumulative.
 ++ 20p per value.

Statistical Summary

% Income bef. Taxes		
to Sales	8.76	6.42
% Net Income to Sales	5.73	4.73
% Net Income to Equity	13.05	14.41
Sales to Inventories	4.49	5.24
Working Capital	£ 20,572,000	£ 18,274,000
Current Ratio	2.19	2.07
Shareholders' Equity	£ 38,704,000	£ 31,602,000

Imperial Chemical Industries PLC

Imperial Chemical House
 Millbank, London SE1P 3JF, England
 (01) 834 4444

646 Fifth Avenue
 New York, New York 10022
 (212) 644-9274

Officers: H.J. Miller, ICI Advanced Materials and ICI Electronics; A. Hayns, ICI Agrochemicals and ICI Seeds; A.T.O. Rodgers, ICI Colours and Fine Chemicals; J.F.H. Park, ICI Films; H.M. Scopes, ICI Paints; D. Friend, ICI Pharmaceuticals; B.A. Killner, ICI Polyurethanes; B.H. Lichtenberg, ICI Specialty Chemicals; D.J. Allen, secretary; J.T. Harrison, chief financial officer; V.O. White, group solicitor; A.I.H. Pisk, planning; M.E. Brodgen, personnel; B.C. Hines, insurance and investments; J.D. Rush-ton, external relations.

Directors: Denis H. Henderson, chairman; Frank Whiteley, deputy chairman; David Barnes, Alan Clements, Ronnie Hampel, Chris Hampton, Tom Hutchison, Sir Robin Bohn, Charles Roscoe, Sir Alex Jarrat, Walther Kiep, Sir Patrick Monney, Sir Jeremy Morse, Shohji Saba, Lord Thomson, Tom Wyman.

Business Activities: Textile and apparel activities include the production of polyamide (nylon), polyester fiber, "Tactel" performance fibers for use in apparel, carpet and industrial markets, and "Qazul" yarns for use in luggage and sporting equipment. Other Company activities include the production of paints, pharmaceutical products, colors and fine chemicals, petrochemicals, specialty chemicals, polyurethanes, advanced materials, plastics and polyester films, resins and coatings, industrial explosives and accessories, agrochemical products, dental products, animal health products, soda ash, vinyl chloride monomer and polyvinyl chloride, and titanium pigments. The Company also engages in finance and insurance activities and oil and gas exploration and production.

Textile Trademarks and/or Brand Names: Tactel, Qazul, Tactone.

Textile Subsidiaries:

Deutsche ICI GmbH
 West Germany

Manufacture of nylon and polyester fibers, pharmaceuticals, chlorine, polyurethanes, films and specialty chemicals.

ICI Holland BV
 Holland

Manufacture of bulk and specialty plastics, nylon and polyester polymers and polyurethane chemicals.

ICI Pakistan Ltd. (62%-owned)
 Pakistan

Manufacture of polyester staple fiber, soda ash, paints and specialty chemicals.

IEL Ltd. (51%-owned)
 India

Manufacture of fertilizers, industrial explosives and accessories, polyester, fibers, paints, agrochemicals, pharmaceuticals and rubber chemicals.

AECL Ltd. (38% interest)

Republic of South Africa

Manufacture of chemicals, fertilizers, fibers, industrial explosives, paints and plastics.

Other Selected Subsidiaries:

ICI Finance PLC
 England

Financial services.

Imperial Chemical Insurance Ltd.

England
 Insurance services.

ICI American Holdings Inc.
 U.S.A.

Manufacture of pharmaceuticals, dental products, agrochemicals, seeds, colors, films, paints, advanced materials, electronics, specialty and other chemicals.

Registrar and Transfer Office:

B.P. Mouid
 P.O. Box 251
 Wexham Road
 Slough SL2 5DP, England

American Depositary Receipt Issuer:

Morgan Guaranty Trust Company of New York
 New York, New York

Stock Exchange(s): London, Paris, Zurich, Geneva, Luxembourg, Basel, Frankfurt, New York, Pacific.

Ticker Symbols: ICI (New York) * Trades as an American Depositary Receipt

Sales & Earnings

	Net Sales (000's)	Net Income†
1987	£ 11,123,000	£ 760,000,000
1986	10,136,000	600,000,000
1985	10,725,000	552,000,000
1984	9,909,000	605,000,000
1983	8,256,000	397,000,000

	No. of Com. Shares	Earn. per Share†
1987	676,000,000	114p
1986	657,000,000	92
1985	648,000,000	86
1984	619,000,000	98
1983	612,000,000	65

£ - pound sterling

† Excluding extraordinary items.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business
(000's)

	1987	1986
Consumer & specialty	£ 4,332,000	£ 3,668,000
petro.	5,170,000	4,942,000
Industrial prodn.	1,744,000	1,637,000
Agriculture	199,000	166,000
Miscellaneous	(322,000)	(297,000)
Intersegment		
Total	£ 11,123,000	£ 10,136,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	41	—	—
1986	36	—	—
1985	33	—	—
1984	30	—	—
1983	24	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	£1,445,000,000	510p
1986	1,465,000,000	558
1985	3,495,000,000	538
1984	3,829,000,000	617
1983	3,342,000,000	545

Income Account†
(000's)

Year ended:	1987	1986
Net sales	£ 11,123,000	£ 10,136,000
Cost of sales	6,908,000	6,478,000
Distrib. costs	791,000	731,000
Expenses:		
Research and develop.	461,000	391,000
Adm. & other	1,787,000	1,582,000
Emp. profit sharing	54,000	30,000
Gov't grants	(31,000)	(33,000)
Royalty income	(31,000)	(43,000)
Other income	(113,000)	(69,000)
Interest expense	142,000	128,000
Share of profits of rel. cos.	(157,000)	(95,000)
Income before taxes	£ 1,312,000	£ 1,016,000
Income taxes	504,000	382,000
Minority interest	48,000	34,000
Net income	£ 760,000	£ 600,000
Extraord. loss	—	(43,000)
Net income & extraord. loss	£ 760,000	£ 557,000

* Included in Costs and Expenses. Depreciation: £ 464,000,000 in 1987 and £ 491,000,000 in 1986.

Imperial Chemical Industries PLC

Assets (000's)		
As of Dec. 31	1987	1986
Cash	£ 152,000	£ 221,000
Investments	494,000	471,000
Accts. receiv., net	1,621,000	1,627,000
Accts. owed by rel. cos.	55,000	65,000
Sundry debtors	352,000	206,000
*Stocks	2,162,000	2,015,000
Prepaid expenses	92,000	79,000
Accts. due after one yr.	42,000	38,000
Current Assets	£ 4,630,000	£ 4,441,000
Investments	417,000	333,000
*Fixed assets	3,790,000	3,912,000
Total Assets	£ 8,787,000	£ 8,686,000

Liabilities		
As of Dec. 31	1987	1986
Short-term borrowings	£ 539,000	£ 141,000
Long-term debt, curr.	46,000	74,000
Accts. payable	834,000	772,000
Bills of exch.	19,000	15,000
Payments received on acct.	17,000	8,000
Accts. owed to rel. cos.	16,000	34,000
Other creditors	448,000	342,000
Accruals	255,000	194,000
Income taxes	522,000	429,000
Other taxes	81,000	82,000
Dividends	169,000	146,000
Curr. Liabilities	£ 2,970,000	£ 2,537,000
Long-term debt	1,511,000	1,534,000
Other creditors	70,000	83,000
Minority interest	357,000	404,000
Deferred income	139,000	183,000
Other liabilities	295,000	276,000
+Common stock	676,000	657,000
Add. paid-in capital	236,000	115,000
Reserves	394,000	452,000
Profit & loss acct.	1,964,000	2,476,000
Ret. cos. reserves	175,000	(35,000)
Total Liabilities & Shareholders' Equity	£ 8,787,000	£ 8,686,000

* At lower of cost and net realizable value.
* Less accumulated depreciation.
+ £ 1 par value.

Statistical Summary		
%Income bef. Taxes		
to Sales	11.80	10.02
%Net Income to Sales	6.83	5.92
%Net Income to Equity	22.06	16.37
Sales to Inventories	5.14	5.03
Debt to Equity	0.61	0.56
Working Capital	£1,650,000,000	£1,904,000,000
Current Ratio	1.56	1.75
Shareholders' Equity	£3,445,000,000	£3,665,000,000

Instruments Systems Corporation

100 Jericho Quadrangle
Jericho, New York 11753
(516) 938-5544

Officers: Harvey R. Blau, chairman; Robert Balemin, president; Herbert J. Fleming, v.p.; Susan E. Reilly, secretary; Patrick L. Alessi, treasurer.

Directors: Bertrand Bell, Abraham Buchman, Turner F. Caldwell, Roy Carol, J. Frank Stengel, Jr., William H. Waldorf, Robert Balemin, Harvey B. Blau, Clarence A. Hill, Jr., Robert Bradley, Milton Paulson, Lester L. Wolff.

Business Activities: Through its Onesta Industries subsidiary, the company manufactures and distributes basic apparel products such as T-shirts sold to screen printers, and sportswear, underwear, infantswear and other knit products primarily sold to major mass merchandisers.

Trademarks and/or Brand Names: Charleston Traders, Georgetown Classics, Onesta Power-T, Terry Bear, Soup-con.

Plant Location(s): Andrews & Fingerville, South Carolina; Kinston, North Carolina; Cullman, Alabama.

Textile Subsidiary

Onesta Industries
P.O. Drawer 24
Andrews, South Carolina 29510
(803) 264-5225

Transfer Agent(s)

American Stock Transfer Company
New York, New York

Stock Exchange(s): American

Ticker Symbol: ISY

Sales & Earnings		
	Net Sales ‡	Net Income §
1987	\$ 356,792,000	\$ 8,719,000
1986	237,353,000	8,102,000
1985	182,470,000	9,147,000
1984	115,374,000	6,992,000
1983	106,072,000	4,633,000

	No. of Com. Shares	Earn. per Share § +
1987	30,416,200	\$ 0.10
1986	30,338,067	0.25
1985	30,306,294	0.33
1984	21,394,985	0.29
1983	20,734,122	0.27

‡ Of continuing operations only.
§ Including extraordinary gains of \$3,168,000 (\$0.10 per share) in 1987, \$3,576,000 (\$0.11 per share) in 1986, \$4,500,000 (\$0.16 per share) in 1985, \$2,800,000 (\$0.12 per share) in 1984, and \$2,250,000 (\$0.13 per share) in 1983.
+ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business		
	1987	1986
Home furnishings & furn. related products	\$ 149,031,000	\$ 67,079,000
Electronic comm. equipment	55,254,000	54,129,000
Specialty plastic films	48,845,000	12,228,000
Textiles	83,781,000	74,751,000
Other prod.	19,881,000	29,166,000
Total	\$ 356,792,000	\$ 237,353,000

Common Stock Equity

	Total Equity ‡	Equity Per Share
1987	\$ 56,000,000	\$ 1.84
1986	52,692,000	1.74
1985	46,766,000	1.54
1984	24,066,000	1.12
1983	16,479,000	0.79

‡ After allowing for preferred stock Second Series I at liquidation value.

Income Account

Year ended Sept. 30	1987	1986
Net sales	\$ 356,792,000	\$ 237,353,000
Cost of sales	271,580,000	182,049,000
Expenses	66,239,000	43,923,000
Interest expense	4,705,000	2,532,000
Gain on rel. est. sale	(232,000)	—
Other income	(587,000)	(125,000)
Income bef. taxes	\$ 13,087,000	\$ 8,974,000

Income taxes	6,300,000	4,448,000
Inc. - cont. oper.	\$ 6,787,000	\$ 4,536,000
Low - discount oper.	(1,236,000)	—
Net income	\$ 5,551,000	\$ 4,526,000
Extraordinary gain	3,168,000	3,576,000
Net income & extraord. gain	\$ 8,719,000	\$ 8,102,000

* Included in Costs and Expenses, Depreciation and Amortization: \$7,439,000 in 1987 and \$5,902,000 in 1986.

Assets		
As of Sept. 30	1987	1986
Cash & cash equiv.	\$ 20,116,000	\$ 11,473,000
Accts. receiv., net	40,796,000	34,712,000
Inc. not yet billed	4,410,000	5,136,000
*Inventories	71,463,000	61,521,000
Prepaid expenses	4,054,000	3,717,000
Current Assets	\$ 140,839,000	\$ 116,559,000
*Fixed assets	48,201,000	90,519,000
Other assets	33,523,000	29,491,000
Total Assets	\$ 222,563,000	\$ 196,569,000

Liabilities		
	1987	1986
Notes payable	\$ 13,695,000	\$ 7,678,000
Long-term debt, curr.	1,138,000	1,260,000
Accts. payable	26,710,000	27,189,000
Accruals	26,905,000	30,207,000
Curr. Liabilities	\$ 70,448,000	\$ 68,334,000
Long-term debt	22,491,000	46,949,000
Cap. lease oblig.	4,732,000	5,721,000
Liab. of emp. stock ownership plan	4,315,000	4,000,000
Redempt. pref. stock	47,510,000	—
+ Preferred stock:		
Series A	2,000	2,000
Series I	427,000	427,000
+ Common stock	7,604,000	7,585,000
Add. paid-in capital	77,542,000	83,354,000
Deficit	(6,271,000)	(14,990,000)
Deferred comp.	(5,537,000)	(5,163,000)
Redempt. val. Series A pref. stock	(700,000)	(700,000)
Receiv. offset pursuant to purchase agreement	—	(750,000)
Total Liabilities & Shareholders' Equity	\$ 222,563,000	\$ 196,569,000

* At lower of cost (FIFO or average) or market.
* Less accumulated depreciation.
+ \$0.25 par value.

Statistical Summary

%Income bef. Taxes to Sales	—	3.78
%Net Income to Sales	—	1.91
%Net Income to Equity	7.60	6.49
Sales to Inventories	4.99	3.86
Debt to Equity	0.60	0.94
Working Capital	\$ 70,391,000	\$ 48,225,000
Current Ratio	2.00	1.71
Shareholders' Equity	\$ 73,067,000	\$ 69,785,000

INTERCO Incorporated

INTERCO Corporate Tower

101 South Hanley Road
St. Louis, Missouri 63105
(314) 863-1100

Officers: Harvey Salzman, chairman & chief exec. officer; Ronald L. Aylward, vice chairman; Harry M. Krogh, president & chief operating officer; Eugene P. Smith, sr. v.p.-finance; Mark H. Lieberman, v.p.; Charles J. Roth-

schild, Jr., v.p.; R. Stuart Moore, v.p.; Richard B. Loynd, v.p.; Ronald J. Mueller, v.p.; Nathan S. Ansell, v.p.; Duane A. Patterson, secretary; Robert T. Hensley, Jr., treasurer; Stanley F. Hack, controller; Keith E. Matters, gen. counsel & asst. secretary; James K. Fendleton, asst. secretary; William R. Withrow, asst. treasurer; Russell L. Boumann, asst. controller.

Directors: Nathan S. Ansell, Ronald L. Aylward*, Zane E. Barnes, Thomas H. O'Leary, Charles J. Rothchild, Jr., Harvey Saligman*, Harry M. Krogh*, Robert H. Quenon, Donald E. Lauster*, Lee M. Lieberman, Marilyn S. Lewis, William E. Cornelius, Richard B. Loynd, R. Stuart Moore.

* Member of the Executive Committee

Operating Groups

Apparel Manufacturing Group

Designs, manufactures and distributes a full range of popular-priced branded and private-label sportswear, casual apparel and outer garments and headwear for men and women. Sportswear and casual apparel is produced in 45 apparel manufacturing plants and shipped to customers from 10 major distribution centers. The principal products for men include: women and knit slacks, knit shirts - both sport and dress, sport coats, three-piece vested casual sport suits, rainwear, golf jackets, heavy outer garments, car coats, stadium coats, sweaters, jeans, western wear, outerwear, headwear, swim wear and walk shorts. For women: sweaters, slacks, skirts, vests, jackets, shirts, jeans, suits, dresses, pants, blouses, T-shirts, jumpers, culottes, blazers, rainwear, headwear, golf jackets, heavy outer garments, car coats and stadium coats. Major apparel brands for men include: Big Yank, Campus, Campus-port, Chuck's, Clipper Mist, Converse, Cowden, Cowden Gemes, Le Tigre, Donagel, JJ Cochran, Ed McMahon, John Alexander, London Fog, London Towne, Maincoats, Outdoors Unlimited, Private Line, Prince Bellini, Sportabouta, Tempo Europa, Rough Rider, Rugged Country, Fog, Tour de France, Startown, Tailor's Bench, Winning Edge; For women include: College-Town, Devon, It's Pure Gould, Lady Devon, London Fog, Pant-hor, Maincoats, Queen Casuals, REJOICE!, Abe Schrader, Blake, Candie's, C'est Petite, Chuck's, Converse, Cowden Gemes, CT Sport, John Alexander, London Towne, Mallory & Crew, Ms. Blake, Schrader Sport Dresses, Schrader Sport Separates, Smith & Jones, Smith & Jones For Her, Smith & Jones Petites, Tour de France, Two Rivers, Vivaldi, Winning Edge, G. B. Scott, Olivia, Fog. For children: Sergio Valente, li' Hunk.

Abe Schrader Corporation
New York, New York

Big Yank Corporation
330 Fifth Avenue
New York, New York 10001
(212) 736-9393

Cowden Manufacturing Company
300 New Circle Road N.W.
Lexington, Kentucky 40501
(606) 254-4627

McGaster Apparel Group
Black Centre Drive
Paramus, New Jersey 07652
(201) 262-9100

The Blivell Company, Inc.
1128 Washington
St. Louis, Missouri 63103
(314) 231-3850

Devon Apparel, Inc.
3300 Frankford Avenue
Philadelphia, Pennsylvania 19134
(215) 739-2000

College-Town, Inc.
College-Town Drive
Braintree, Massachusetts 02184
(617) 848-1200

International Hat Company
St. Louis, Missouri

Queen Casuals, Inc.
10175 Northwest Avenue
Philadelphia, Pennsylvania 19116
(215) 677-3000

London Town Corporation
London Town Road
Eldersburg, Maryland 21784
(301) 795-3900

Stuffed Shirt Inc.
1407 Broadway
New York, New York 10018
(212) 997-1000

General Retail Merchandising Group

Operates 201 junior department stores, discount stores, men's and women's specialty apparel shops and supermarket-type hardware, lumber and building materials stores. The principal regional trading names include: Central Hardware, Fine's, Golde's, Sky City Discount Centers, Jeans Galore, and United Shirt.

Sky City Stores, Inc.
Asheville, North Carolina

Central Hardware Company
St. Louis, Missouri

Fine's Men's Shops, Incorporated
1154 Azalea Garden Road
P.O. Box 749
Norfolk, Virginia 23501
(703) 857-6013

Golde's Department Stores, Inc.
St. Louis, Missouri

United Shirt Distributors, Inc.
1927 Michigan Avenue
Detroit, Michigan
(313) 962-9895

Footwear Manufacturing and Retailing Group

Styles, manufactures and distributes primarily men's footwear in most major price categories in the United States and Canada, and manufactures and wholesales men's footwear in Australia. Facilities include 14 shoe manufacturing plants and 5 major distribution centers. The company also operates 778 retail shoe stores and leased shoe departments in 42 states in the U.S., Canada, Mexico and Australia. Major footwear retail trading names include: Florsheim Shoe Shops for men, Florsheim Thayer McNeil Men's and Women's Shops, Thompson, Boland & Lee, and Express Shop. Major footwear brands for men include: Ambassador, Florsheim, Florsheim Imperial, Royal Imperial by Florsheim, Hy-Tec, Idlers by Florsheim, Wends from Florsheim, Julius Marlow, Outdoorsmen, Winthrop, Worthmore, Converse, among others; for women: Avenues, Converse, Thayer McNeil, Florsheim, Marshmallows, among others.

The Florsheim Shoe Company
Canal, Adams & Clinton Street
Chicago, Illinois 60606
(312) 329-7500

International Shoe Company
1509 Washington Avenue
St. Louis, Missouri 63166
(314) 342-7000

Senack Shoes, Inc.
1248 Andes Boulevard
St. Louis, Missouri 63132
(314) 997-0330

Converse Inc.
North Reading, Massachusetts
Manufactures athletic footwear.

Furniture and Home Furnishings Group

Manufactures and distributes quality Broyhill furniture and home furnishings under the name of Ethan Allen/King and Restocrat. There are 64 factories and 17 distribution centers and consolidated warehouses located throughout the United States. The Group also operates 24 galleries. Major retail trading names include: Carriage House, Georgetown Manor, Manor House, Broyhill Showcase Gallery and Georgetown.

Ethan Allen, Inc.
Danbury, Connecticut

Broyhill Furniture Industries, Inc.
Lenoir, North Carolina

Highland House, Inc.
Hickory, North Carolina
Manufactures upholstered furniture.

The Lane Company, Incorporated
Altavista, Virginia
Manufactures furniture.

Transfer Agent(s)

Morgan Shareholder Services Trust Company
New York, New York 10249
(212) 587-6434

Mercantile Bank, National Association
St. Louis, Missouri 63166
(314) 425-2755

Stock Exchange(s): New York, Midwest (common shares only).

Ticker Symbol: ISS

Sales & Earnings x

	Net Sales (000's)	Net Income (000's)
1988	\$ 3,341,423	\$ 145,003
1987	2,946,902	125,774
1986	2,832,384	119,849
1985	2,910,679	95,493
1984	2,903,928	134,310

	No. of Com. Shares +	Earn. per Share +
1988	41,456,000	\$ 3.50
1987	43,312,000	2.91
1986	43,608,000	2.73
1985	44,285,000	2.16
1984	44,690,000	3.00

x Restated to include operations of The Lane Company, Inc., acquired on a pooling of interests basis.

+ Based on the average number of common shares and common share equivalents outstanding fully diluted adjusted to reflect stock split.

Revenues by Line of Business (000's)

	1988	1987
Apparel	\$ 813,198	\$ 817,640
General retail	532,251	498,324
Footwear	890,411	663,521
Furniture	1,105,563	967,397
Total	\$ 3,341,423	\$ 2,946,902

Common Stock

	Cash Dividend †	Stock Dividend	Stock Split
1988	\$ 1.60	—	—
1987	1.57	—	2-for-1
1986	1.54	—	—
1985	1.515	—	—
1984	1.44	—	—

† Adjusted to reflect stock split.

Common Stock Equity x

	Total Equity +	Equity Per Share ‡
1988	\$ 1,194,224,000	\$ 33.01
1987	1,264,420,000	31.47
1986	1,214,126,000	29.94
1985	1,138,801,000	28.51
1984	1,149,233,000	27.87

x Restated.

+ After allowing for preferred shares at stated and involuntary liquidating value.

‡ Adjusted to reflect stock split.

INTERCO Incorporated

Income Account *

Year ended	2/29/88	2/28/87 ‡
Net sales	\$ 3,341,423	\$ 2,946,902
Other income	29,237	32,175
Total income	\$ 3,370,660	\$ 2,979,077
Cost of sales	2,284,640	2,000,423
Expenses	799,025	712,861
Interest expense	33,535	28,082
Income before taxes	\$ 253,460	\$ 237,711
Income taxes	108,457	111,937
Net income	\$ 145,003	\$ 125,774

* Included in Costs and Expenses, Depreciation: \$62,772,000 in 1988 and \$54,885,000 in 1987.

‡ Restated.

Assets

As of	2/29/88	2/28/87 ‡
Cash	\$ 20,849	\$ 16,631
Marketable secur.	11,033	63,747
Accts. receiv., net	486,657	446,755
* Inventories	805,095	733,907
Prepaid expenses & other current assets	35,665	23,614
Current Assets	\$ 1,359,299	\$ 1,286,654
* Fixed assets	479,499	483,330
Other assets	146,788	153,383
Total Assets	\$ 1,985,586	\$ 1,923,387

Liabilities

As of	2/29/88	2/28/87 ‡
Notes payable	\$ 70,517	\$ 68,840
Long-term debt, curr.	8,172	11,915
Accts. payable & accruals	290,232	260,144
Income taxes	4,402	17,327
Current Liabilities	\$ 373,343	\$ 358,226
Long-term debt	237,327	135,019
Cap. lease oblig.	-1,813	50,546
Other long-term liabilities	61,766	55,381
+ Preferred stock	57,113	61,795
+ Common stock	135,088	163,643
+ Add. paid-in capital	44,539	98,246
Retained earnings	1,179,964	1,099,006
Treasury stock	(485,367)	(96,475)
Total Liabilities & Shareholders' Equity	\$ 1,985,586	\$ 1,923,387

‡ Restated.

* At lower of cost (FIFO) or market except footwear and retail at LIFO.

* Less accumulated depreciation.

+ No par value; \$100 stated value.

+ + \$7.50 stated value.

Statistical Summary

% Income bef. Taxes to Sales	7.59	8.07
% Net Income to Sales	4.34	4.27
% Net Income to Equity	11.59	9.48
Sales to Inventories	4.15	4.02
Debt to Equity	0.30	0.20
Working Capital	\$ 983,956,000	\$ 928,628,000
Current Ratio	3.64	3.59
Shareholders' Equity	\$ 1,251,337,000	\$ 1,326,215,000

Jay Jacobs, Inc.

1530 5th Avenue
Seattle, Washington 98101
(206) 622-5400

Officers: J. Jay Jacobs, chairman; Douglas A. Swerland, president; Craig Bohman, exec. v.p. & treasurer; Doris Williams, sr. v.p.-administration & secretary; Larry Youngren, sr. v.p.-store planning; Celestina See, v.p. & managing dir.-D.D. Sloane; Mary Ann Carson, v.p. & gen. mktg. mgr.-menswear; Charles E. Murphy, v.p.

Directors: J. Jay Jacobs, chairman; Craig Bohman, Douglas A. Swerland, Doris Williams, Larry Youngren.

Business Activities: Through its D.D. Sloane, Inc. subsidiary, the Company imports and distributes women's sportswear, dresses and accessories which are sold to specialty retailers and department stores, as well as through the company's 121 specialty retail stores located in nine western states.

Trademarks used/or Registered Names: D.D. Sloane, J. Jordan, Private Edition, Sloane Sport, Jay Jacobs.

D.D. Sloane, Inc.
D.D. Sloane (H.K.) Ltd.
Jay Jacobs of California, Inc.

Transfer Agent(s)

First Jersey Shareholder Services, Inc.
520 Pike
Seattle, Washington 98101

Stock Exchange(s): Over-the-Counter

Ticker Symbol: JAYJ (NASDAQ)

Sales & Earnings

	Net Sales	Net Income †
1988	\$ 103,738,000	\$ 2,439,000
1987	93,393,000	3,308,000
1986	81,147,000	2,150,000
1985	70,395,000	1,016,000
1984	49,609,000	1,909,000
	No. of Cl. & Shares +	Earn. per Share ‡
1988	5,794,913	\$ 0.42
1987	4,783,689	0.69
1986	4,439,400	0.42
1985	4,459,650	0.20
1984	4,480,050	0.37

† Including extraordinary gain of \$130,000 (\$0.02 per share) in 1984.

+ Adjusted to reflect stock split.

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Revenues by Line of Business

	1988	1987
Apparel retail	\$ 82,448,000	\$ 71,387,000
Apparel wholesale	24,485,000	26,891,000
Intermerch	(3,215,000)	(4,685,000)
Total	\$ 103,738,000	\$ 93,393,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1988	—	—	—
1987	—	—	3-for-2

Common Stock Equity

	Total Equity	Equity Per Share ‡
1988	\$ 23,359,000	\$ 4.18
1987	11,947,977	2.50
1986	7,516,633	1.69
1985	5,446,196	1.22
1984	4,960,285	1.11

† After allowing for preferred stock at stated value.

‡ Adjusted to reflect stock split.

Income Account *

Year ended Feb. 28	1988	1987
Net sales	\$ 103,738,000	\$ 93,393,000
Cost of sales	74,599,000	64,033,000
Expenses	23,089,000	21,963,000
Interest expense	243,000	737,000
Interest income	(428,000)	(118,000)
Income before taxes	\$ 4,275,000	\$ 6,758,000
Income taxes	1,816,000	3,230,000
Net income	\$ 2,459,000	\$ 3,508,000

* Included in Costs and Expenses, Depreciation and Amortization: \$2,604,000 in 1988 and \$2,403,000 in 1987.

Assets

As of Feb. 28	1988	1987
Cash	\$ 7,231,000	\$ 3,540,000
Accts. receiv., net	4,074,000	2,964,000
Refundable taxes	1,975,000	—
* Inventories	11,773,000	12,312,000
Prepaid expenses	64,000	40,000
Deferred inc. taxes	127,000	29,000
Current Assets	\$ 25,246,000	\$ 18,885,000
* Fixed assets	10,030,000	7,770,000
Total Assets	\$ 35,276,000	\$ 26,655,000

Liabilities

Long-term debt, curr.	\$ —	\$ 1,000,000
Accts. payable	7,259,000	7,043,000
Accrued payroll	969,000	905,000
Other accruals	1,183,000	1,385,000
Income taxes	—	516,000
Current Liabilities	\$ 9,411,000	\$ 10,849,000
Long-term debt	—	2,417,000
Accrued interest expense	—	1,026,000
Deferred credits	508,000	416,000
+ Common stock	12,123,000	1,170,000
Retained earnings	13,236,000	10,777,000
Total Liabilities & Shareholders' Equity	\$ 35,276,000	\$ 26,655,000

* At lower of cost or market.

* Less accumulated depreciation and amortization.

+ \$0.01 per value.

Statistical Summary

% Income bef. Taxes to Sales	4.12	7.24
% Net Income to Sales	2.37	3.76
% Net Income to Equity	9.70	29.36
Sales to Inventories	8.81	7.59
Debt to Equity	—	0.29
Working Capital	\$ 15,837,000	\$ 8,036,000
Current Ratio	2.68	1.74
Shareholders' Equity	\$ 25,359,000	\$ 11,448,000

John Lewis plc

4 Old Cavendish Street
London W1A 1EX, England

Directors: P. T. Lewis, chairman; J. S. Sedler, deputy chairman; A. A. J. Anderson, W. N. Wreford-Brown, P. Falconer, L. H. Fletcher, J. B. Foster, S. Hampson, G. P. K. Miller, B. A. O'Callaghan, D. J. Rawlings, Betty E. Dickinson, secretary.

Business Activities: Manufactures textile products which are sold through the Company's 21 department stores in England and Scotland. The Company is also engaged in wholesale and export trade in textiles and operates 82 Waitrose supermarkets in England.

Subsidiaries:

John Lewis Properties plc
Waitrose Limited
Cavendish Textiles Limited
Stead, McAlpin & Company Limited
Herbert Parkinson Limited
John Lewis Overseas Limited

Transfer Office:

John Lewis plc
4 Old Cavendish Street
London W1A 1EX, England

Stock Exchange(s) London

Sales & Earnings

	Net Sales (000's)	Net Income (000's)
1987	£ 1,568,373	£ 39,299
1986	1,369,593	29,946
1985	1,206,223	26,374
1984	1,072,063	24,964
1983	922,303	16,708

	No. of Com. Shares	Earn. per Share
1987	6,730,000	£ 5.82
1986	6,730,000	4.46

£ -pound sterling.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	£ 0.07	—	—
1986	0.07	—	—

Common Stock Equity

	Total Equity † (000's)	Equity Per Share
1987	£ 396,918	£ 58.80
1986	239,303	33.23

† After allowing for preferred stock at stated value.

Income Account *
(000's)

Year ended Jan. 31	1987	1986
Net sales	£ 1,568,373	£ 1,369,593
Value added tax	132,687	115,642
Total income	£ 1,435,686	£ 1,233,951
Cost of sales	1,032,509	910,187
Expenses:		
Selling & distr.	259,025	227,694
administrative	21,805	18,957
Pension costs	13,259	11,494
Interest expense	3,705	3,542
Interest income	—	(45)
Partnership bonus	42,181	30,525
Income before taxes	£ 63,202	£ 51,597
Income taxes	23,903	21,651
Net income	£ 39,299	£ 29,946

* Included in Costs and Expenses. Depreciation: £ 18,129,000 in 1987 and £ 15,772,000 in 1986.

Assets
(000's)

As of Jan. 31	1987	1986
Cash	£ 12,887	£ 24,516
Investments	13,500	7,052
Receivables	131,440	113,789
Debtors	110,000	97,484
Current Assets	£ 268,067	£ 239,841
Investments in diff. co. (45% and over)	2,093	1,883
	382,016	336,965
Total Assets	£ 652,156	£ 578,609

Liabilities
(000's)

	1987	1986
Bank loans & overdrafts	£ —	£ 7,000
Accrs. payable	66,441	78,869
Holding company	952	841
Other payables	9,829	9,079
Taxes & social security	62,483	62,524
Accruals & deferred income	14,289	8,533
Proposed dividend	500	770
Partnership bonus	42,178	30,508
Curr. Liabilities	£ 196,672	£ 198,124
Long-term debt	56,316	19,012
+ Preferred stock:		
5% first cumulative	1,500	1,500
7% cumulative	750	750
+ Common stock	6,730	6,730
Share premium account	3,277	4,371
Revaluation reserve	78,380	79,416
Other reserves	1,365	1,365
Profit and loss account	307,146	267,401
Total Liabilities & Shareholders' Equity	£ 652,156	£ 578,609

* At lower of cost or net realizable value.

† Less accumulated depreciation.

+ No par value.

++ £ 1 par value.

Statistical Summary

	1987	1986
% Income bef. Taxes to Sales	4.03	3.77
% Net Income to Sales	2.51	2.19
% Net Income to Equity	9.85	8.28
Sales to Investments	11.91	12.04
Debt to Equity	0.14	0.07
Working Capital	£ 71,375,000	£ 41,717,000
Current Ratio	1.36	1.21
Shareholders' Equity	£ 399,168,000	£ 361,553,000

Johnston Industries, Inc.

(46.5%-owned by Radlaw Industries, Inc.)

30 Rockefeller Plaza
New York, New York 10020
(212) 247-5460

Officers: David L. Chandler, chairman of the board; D. Irving Obrow, president & chief exec. officer; Rainer H. Boselmann, vice, chairman; Charles E. Wieser, sr. v.p.-finance & administration; William D. Benn, treasurer & secretary.

Directors: David L. Chandler, chairman; Rainer H. Boselmann, William J. Hart, D. Irving Obrow, Lloyd O. Harris, Jr., Gaines R. Jeffcoat, Austin East, S.A. Spence, Geoffrey R. White, Charles E. Wieser.

Business Activities: Manufactures textiles for the industrial, home furnishings, and apparel industries.

Plant Location(s): Opp, Phenix City, Alabama.

Divisions and Subsidiaries:

The Johnston Group Inc.

Southern Phenix Textiles, Inc.
Phenix City, Alabama

Manufactures woven fabrics from 100% polyester for use primarily in the automotive industry, in the bedding and furniture industries, and for the coating and laminating trades. Products include backings for foam car seat cushions, tufted upholstery and marine coated products, mattress ticking for popularly priced mattresses, and products for use in soft furniture.

Opp and Nicolas Mills, Inc.
Opp, Alabama

Manufactures more than 50 different styles (in the greige state) of all cotton fabric and cotton/polyester blended fabrics for the coating, home furnishing and apparel markets. Products include coated fabrics for car interiors, raincoats, firemen's gear, and apparel and specialty items such as luggage, handbags, and shoes.

Transfer Agent(s):

The Bank of New York
48 Wall Street
New York, New York 10005

Stock Exchange(s): American

Ticker Symbol: JII

Sales & Earnings

	Net Sales+	Net Income
1987	\$ 110,157,000	\$ 8,374,000
1986	100,437,000	9,648,000
1985	101,429,000	5,586,000
1984	10,996,000	635,000
1983	—	320,000

	No. of Com. Shares †	Earn. per Share ‡
--	-------------------------	----------------------

1987	3,222,000	\$ 2.60
1986	3,212,000	3.00
1985	2,459,000	2.27
1984	1,922,000	0.33
1983	1,922,000	0.17

+ Of continuing operations only.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 42,236,000	\$ 13.09
1986	33,691,000	10.49
1985	24,043,000	7.49
1984	11,020,000	5.73
1983	10,385,000	5.40

Income Account
(000's)

Year ended June 30	1987	1986
Net sales	\$ 110,157	\$ 100,437
Cost of sales	80,403	78,630
Expenses	8,179	5,946
Depreciation & amortization	3,252	2,834
Other expense (income)	936	(1,571)
Income before taxes	\$ 17,387	\$ 14,598
Income taxes	8,054	4,515
Inc. cost. oper.	\$ 9,333	\$ 10,083
Inc. (loss)-discost. oper.	(799)	(433)
Net income	\$ 8,374	\$ 9,648

Johnston Industries, Inc.

Assets (000's)		
As of June 30	1987	1986
Cash	\$ 16,396	\$ 19,228
Accts. receiv. net	10,876	10,376
*Inventories	19,325	19,505
Deferred inc. taxes	1,280	1,545
Prepaid expenses	462	5,931
Current Assets	\$ 48,339	\$ 56,585
Invest. in assoc. co.	8,721	986
*Plant assets	25,868	22,934
Other assets	2,688	2,605
Total Assets	\$ 85,616	\$ 83,110
Liabilities (000's)		
Long-term debt, curr.	\$ 3,400	\$ 5,047
Accts. payable	5,911	5,515
Accruals	7,958	8,526
Income taxes	188	1,440
Current Liabilities	\$ 17,457	\$ 30,528
Long-term debt	18,490	23,048
Other liabilities	7,633	5,843
+Common stock	339	337
Add. paid-in capital	14,089	13,920
Retained earnings	28,194	19,820
Treasury stock	(386)	(386)
Total Liabilities & Shareholders' Equity	\$ 85,616	\$ 83,110

* At lower of cost (LIFO) or market.
Less accumulated depreciation.
+ \$0.10 par value.

Statistical Summary		
%Net Income to Equity	19.83	28.64
Sales to Inventories	5.70	5.15
Debt to Equity	0.52	0.83
Working Capital	\$ 31,082,000	\$ 36,057,000
Current Ratio	2.78	2.76
Shareholders' Equity	\$ 42,236,000	\$ 33,691,000

Jostens, Inc.

5501 Norman Center Drive
Minneapolis, Minnesota 55437
(612) 830-3300

Officers: H. William Lorton, chairman of the board & chief executive officer; Robert W. Leslie, president & chief operating officer; Don C. Lein, exec. v.p.-finance & administration & secretary; Gary L. Buckmiller, sr. v.p.-education; Robert L. Pope, sr. v.p.-printing & publishing; Artex, Canada; Fred D. Bjork, v.p. & gen. mgr.-printing & publishing; Larry N. Bradford, v.p.-business resources; Orville R. Fisher, Jr., v.p. & general counsel; Louis G. Foye, v.p.-development; Gerald A. Haugen, v.p.-finance, planning and analysis; Charles R. Herrmann, v.p.-sales development; Roger D. Peters, v.p. & treasurer; James C. Waggoner, v.p. & gen. mgr.-Scholastic; Ellis F. Bullock, Jr., v.p.-public affairs; Donald J. Daily, v.p. & gen. mgr.-Recognition; Bruce L. Pratt, v.p. & gen. mgr.-Jostens, Canada Ltd.; Larry R. Stewart, v.p. & gen. mgr.-Prescription Learning Corporation.

Directors: H. William Lorton, chairman; Robert P. Jensen, Don C. Lein, Robert W. Leslie, John M. Pitblado, John W. Stodder, William A. Andres, Lilyan H. Affinito.

Textile & Apparel Business Activities: Through its Artex subsidiary, the Company is engaged in the manufacture of custom-imprinted activewear, including T-shirts, jersey, shorts, sport shirts, sweatshirts, jackets, and fleece pullovers and pants for college, military, theme park and retail markets. The Company also produces class rings, yearbooks, graduation products, customized sales and service awards, student photography packages, athletic awards, and computer-based educational products and services.

Trademarks and/or Brand Names: Artex

Plant Locations: Manhattan, Overland Park, Yates Center, Kansas; Boonville, Missouri

Textile/Apparel Divisions and Subsidiaries:

Artex Manufacturing
7600 Wedd
Overland Park, Kansas 66204
(913) 631-4040

Transfer Agent(s):

Norwest Bank Minnesota, N.A.
South St. Paul, Minnesota

Norwest Trust Company
New York, New York

Stock Exchange(s): New York

Ticker Symbol: JOS

Sales & Earnings		
	Net Sales*	Net Income
1987	\$ 587,300,000	\$ 44,712,000
1986	525,500,000	40,315,000
1985	482,100,000	37,985,000
1984	454,800,000	35,150,000
1983	431,000,000	30,968,000
	No. of Com. Shares†	Earn. per Share #
1987	35,800,000	\$ 1.22
1986	41,500,000	0.95
1985	43,400,000	0.88
1984	43,200,000	0.81
1983	43,100,000	0.72

+ Of continuing operations only.
† Adjusted to reflect stock splits.
Based on the weighted average number of shares outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend†	Stock Dividend	Stock Split
1987	\$ 0.48	—	2-for-1
1986	0.44	—	—
1985	0.40	—	3-for-2
1984	0.35	—	—
1983	0.32	—	—

† Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share †
1987	\$ 112,900,000	\$ 3.15
1986	192,900,000	4.65
1985	199,000,000	4.59
1984	177,500,000	4.11
1983	156,300,000	3.63

† Adjusted to reflect stock splits.

Income Account *

Year ended June 30	1987	1986
Net sales	\$ 587,256	\$ 525,541
Cost of sales	303,341	270,365
Expenses	200,776	181,380
Interest expense (income)	8,783	(311)
Income before taxes	\$ 74,356	\$ 74,107

Income taxes	35,765	35,616
Inc.-cont. oper.	\$ 38,991	\$ 38,491
Inc.-discont. oper.	6,121	1,824
Net Income	\$ 44,712	\$ 40,315

* Included in Costs and Expenses, Depreciation and Amortization: \$12,159,000 in 1987 and \$10,435,000 in 1986.

Assets (000's)		
As of June 30	1987	1986
Cash & marketable secur.	\$ 79,225	\$ 40,161
Accts. receiv. net	90,307	88,343
*Inventories	82,717	77,793
Prepaid expenses	2,975	1,604
Discont. oper.	—	7,455
Current Assets	\$ 235,224	\$ 215,356
*Fixed assets	48,511	63,986
Intangibles	18,596	19,980
Investments	12,569	—
Other assets	5,817	4,954
Discont. oper.	—	17,746
Total Assets	\$ 360,717	\$ 322,044

Liabilities (000's)		
Long-term debt, curr.	\$ 11,532	\$ 788
Accts. payable	17,195	12,375
Salaries, wages & commissions	27,155	19,524
Customer deposits	24,757	24,005
Other accruals	16,689	14,997
Dividends payable	4,299	4,560
Income taxes	27,449	19,450
Discont. oper.	—	10,664
Current Liabilities	\$ 129,306	\$ 106,363
Long-term debt	111,816	14,227
Deferred inc. taxes	6,703	8,507
+Common stock	11,943	6,909
Add. paid-in capital	10,484	16,764
Retained earnings	91,020	169,829
Foreign curr. translation adj.	(555)	(555)
Total Liabilities & Shareholders' Equity	\$ 360,717	\$ 322,044

* At lower of cost (FIFO) or market; gold inventories at LIFO cost.
Less accumulated depreciation.
+ \$0.33 1/3 par value.

Statistical Summary

%Net Income to Equity	39.61	20.89
Sales to Inventories	7.10	6.76
Debt to Equity	1.09	0.08
Working Capital	\$ 125,918,000	\$ 108,993,000
Current Ratio	1.97	2.02
Shareholders' Equity	\$ 112,892,000	\$ 192,947,000

Kellwood Company

600 Kellwood Parkway
St. Louis, Missouri 63017
(314) 576-3100

Mailing Address:
P.O. Box 14374
St. Louis, Missouri 63178

Officers: Fred W. Wenzel, chairman of the board; William J. McKenna, president & chief exec. officer; Eugene D. Johnson, v.p.; James C. Jacobsen, sr. v.p.-finance; Robert A. Maddocks, v.p., secretary & general counsel; Bud Beriman, v.p.-corp. development; Roger D. Joseph, treasurer; Lawrence E. Hummel, controller.

Directors: Fred W. Wenzel*, chairman; Edward S. Botum, Richard P. Conerly, William L. Davis*, James C. Jacobson*, James S. Marcus, William J. McKenna*, John T. Cullen, James J. Kerley.

* Member of the Executive Committee

Business Activities: Manufactures consumer products which include apparel for men, women and children and other soft goods for the home.

Trademarks and/or Brand Names: Name Droppers, Finesse, Sir Jac, Kicks, Northfield, WeatherRouge, Hillary, Kelly, Cape Cod Matchmates, Cricket Lane, American Collections Ltd., Parsons Place, Sag Harbor, Take 1, Mazurka, Punch Line, Across the Street, Block Island, Roebuck, Denver Jean, Sesson, Cape Cod Country Club, American Outbreak, ALCAZAR U.S.A., Melrose, Index, En Chante, En Chante Kids, Arthur-Arthur, Bedkins, Robert Scott Ltd., David Brooks Ltd., Ilse Stevens, Donna Richards.

Plant Locations: Phil Campbell, AL; Leno, AR; Miami, FL; Cuthbert, Perry, Lyons, GA; Morgantown, KY; Bridgewater, Dedham, MA; Calhoun City, Coffeeville, Fernwood, McComb, Monticello, Summit, Wesson, MS; Milford, Tilton, NH; Asheville, Cashiers, Liberty, Siler City, NC; Altus, Clinton, Paul Valley, OK; Greenfield, Monroville, Rutherford, TN; Lewisburg, Spencer, WV; LaRomano (2), Santo Domingo, Dominican Republic; Port-au-Prince, Haiti; Kowloon (2), Hong Kong; Kaohsiung (2), Taiwan; Colombo, Sri Lanka.

Divisions:

Home Fashions Division
200 Sears Road
Perry, Georgia 31069

Bedsprings, comforters, draperies and other textile products for the home. Plants located in Perry and Cuthbert, Georgia; Clinton, Oklahoma; Lewisburg, West Virginia.

Lingerie/Active Sportswear Division
1403 Old Highway 51N
Summit, Mississippi 39666

Pants, Jeans & Sweaters Division
210 Bob Raskopf Drive
Fletcher, North Carolina 28732

Sportswear/Outerwear Division
302 N. Trenton Street
Rutherford, Tennessee 38369

Subsidiaries:

Kellwood Asia Limited
55 King Yip Street
Kwun Tong, Kowloon, Hong Kong
Manufactures high quality shirts and blouses for retailers and manufacturers.

Smart Shirts Limited
55 King Yip Street
Kwun Tong, Kowloon, Hong Kong
Manufactures high quality shirts and blouses for retailers and manufacturers.

Smart Shirts (Lanka) Limited
Colombo, Sri Lanka
Manufactures jeans, shirts and blouses.

Cape Cod-Cricket Lane, Inc.
400 Manley Street
P.O. Box 542
West Bridgewater, Massachusetts 02379
Manufactures and markets popular-priced women's coordinated sportswear.

Parsons Place Apparel Company Ltd.
520 8th Avenue
New York, New York 10018
Designs, manufactures and markets women's missy, junior, and special size separates.

EZ Sportswear
9419 Mason Avenue
Chatsworth, California 91311

Designs and markets fashionable career apparel under the labels Melrose and Index. Through its subsidiary, En Chante, Inc., creates and markets moderately priced junior and children's casual and weekend wear under the labels En Chante, En Chante Kids, and Arthur-Arthur.

Robert Scott Ltd., Inc.
Dedham, Massachusetts
Designs and markets ladies' better knitwear.

David Brooks Ltd., Inc.
Dedham, Massachusetts
Markets ladies' better sportswear and men's trousers.

Andrew Harvey Ltd.
Dedham, Massachusetts
Sells better quality ladies' shirts, woven blouses and sportstyle dresses.

Q and O Mfg. Co.
New York, New York
Designs and merchandises better nightwear.

Transfer Agent(s):

Mercantile Bank N.A.
One Mercantile Center
St. Louis, Missouri 63101

Stock Exchange(s): New York

Ticker Symbol: KWD

Sales & Earnings

	Net Sales	Net Income
1987	\$ 571,961,000	\$ 25,251,000
1986	\$ 502,106,000	\$ 19,162,000
1985	\$ 466,940,000	\$ 15,510,000
1984	\$ 452,111,000	\$ 14,563,000
1983	\$ 448,542,000	\$ 11,086,000

	No. of Com. Shares #	Earn. per Share #
1987	11,456,148	\$ 2.20
1986	9,488,742	2.02
1985	9,189,492	1.69
1984	10,789,263	1.35
1983	10,533,849	1.05

Based on the average number of shares outstanding adjusted to reflect stock splits.

Revenues by Line of Business (000 \$)

	1987	1986
Apparel	\$ 424,484	\$ 383,915
Apparel-Far East	137,377	118,191
Total	\$ 571,861	\$ 502,106

Common Stock

	Cash Dividend †	Stock Dividend	Stock Split
1987	\$ 0.544	—	3-for-2
1986	0.44	—	2-for-1
1985	0.35	—	—
1984	0.283	—	—
1983	0.133	—	—

† Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 147,791,000	\$ 13.38
1986	130,715,000	11.97
1985	95,988,000	11.06
1984	102,505,000	9.44
1983	91,195,000	8.61

‡ Adjusted to reflect stock splits.

Income Account *

Year ended Apr. 30	1987	1986
Net sales	\$ 571,961,000	\$ 502,106,000
Cost of sales	462,038,000	413,491,000
Expenses	65,639,000	51,509,000
Interest expense	8,271,000	9,473,000
Other income	(2,465,000)	(3,409,000)
Income before taxes	\$ 38,378,000	\$ 31,042,000
Income taxes	13,127,000	10,086,000
Inc. - cont. oper.	\$ 25,251,000	\$ 20,956,000
Loss - discont. oper.	—	(1,794,000)
Net income	\$ 25,251,000	\$ 19,162,000

* Included in Costs and Expenses, Depreciation and Amortization: \$11,975,000 in 1987 and \$10,817,000 in 1986.

Assets

As of April 30	1987	1986
Cash	\$ 42,943,000	\$ 15,743,000
Receiv., net	66,226,000	44,555,000
*Inventories	101,177,000	109,929,000
Prepaid expenses	13,853,000	11,575,000
Current Assets	\$ 244,199,000	\$ 181,802,000
*Fixed assets	55,428,000	54,345,000
Other assets—	54,649,000	33,679,000
Total Assets	\$ 354,276,000	\$ 269,826,000

Liabilities

Notes payable	\$ 19,000,000	\$ —
Long-term debt, curr.	1,928,000	1,904,000
Accts. payable	35,542,000	24,581,000
Accruals	34,744,000	29,535,000
Income taxes	5,295,000	4,574,000
Cur. Liabilities	\$ 96,509,000	\$ 60,594,000
Long-term debt	67,827,000	67,740,000
Deferred income	12,149,000	10,777,000
+Common stock	44,298,000	33,978,000
Retained earnings	144,631,000	125,623,000
Cumulative translation	(8,864,000)	(8,857,000)
+Sustained treasury stock	(22,274,000)	(20,029,000)
Total Liabilities & Shareholders' Equity	\$ 354,276,000	\$ 269,826,000

* At lower of cost (LIFO) or market.

Less accumulated depreciation and amortization.

+ No par value.

Statistical Summary

%Net Income to Equity	16.00	14.66
Sales to Inventories	5.65	4.57
Debt to Equity	0.61	0.53
Working Capital	\$ 127,690,000	\$ 121,208,000
Current Ratio	2.32	3.00
Shareholders' Equity	\$ 157,791,000	\$ 130,715,000

Kemira Oy

Porikallankatu 3
P.O. Box 330
Helsinki 00101, Finland
+358-0-13 211

Kemira Oy

Officers: Heimo Linna, chairman; Leo Happonen, vice chairman; Matti Jarvenpaa, Toivo T. Pohjala, Lahti Mannisto, Kaisa Raatikainen, Heikki Perho, Einar Nieminen, Elmer Orndahl, Kalervo Henttila, Majalinen Nieminen, Tytti Isohookana-Asunmaa, Seppo Aalto, employee representative; Unto Kuukkanen, employee representative; Marjut Raso, employee representative; Jorma Luukkainen, employee representative.

Directors: Yrjo Pessi, chairman & president; Yrjo Huttunen, vice chairman; Seppo Lampinen, Raimo Pyrhonen, Eino Uusitalo, Reino Airikkala.

Central Administration: Eino Uusitalo, technical management; Timo Mattila, research & technology; Reino Airikkala, finance & treasury; Lauri Mikkonen, personnel; Juhani Kari, legal affairs; Bocho Simola, communications; Juhani Karhulahti, internal auditing; Hannu Vornamo, environmental protection.

Business Activities: In the textile area, the Company manufactures viscose staple fibers and air-texturizing, fine-denier, and polyester yarns, and performs dyeing and finishing services. Other Company activities include the production of fertilizers, agricultural and industrial chemicals, paints, titanium dioxide and other pigments, explosives and ammunition components, personal protection equipment and filters.

Textile Division:

Sateri Division
P.O. Box 24
Valkeakoski 37601, Finland
+358-37-47 510

Subsidiaries (Finland):

Kemira Trading, Kemira Oy & Co.
Porttikallankatu 3
P.O. Box 330
Helsinki 00101
+358-0-13 211

Kemira Systems Oy
Tekniikkatie 17
Eapoo 02150
+358-0-43 751

Tikkurila Oy
Kuninkaalantie 1
P.O. Box 53
Vantaa 01301
+358-0-83 091

Finn-Filter Oy
Uusikaari 31700
+358-37-60 300

Oy Hortus Ab
Teerikukonkuja 4
Helsinki 00700
+358-0-358 466

Viljavuuspalvelu Oy
Vellikkolantie 4
Helsinki 00410
+358-0-5664144

A. Jalander Oy
P.O. Box 104
Oulu 90101
+358-81-541211

Karinaisten Biokasvi Oy
Tilkanen
Kyyro 21800
+358-21-767958

Maatalouspalvelu Oy
Luotelinne 2
P.O. Box 44
Eapoo 02271
+358-0-8038340
+358-0-8038341

Priha Oy
P.O. Box 80
Hamina 49401
+358-52-54 700

Subsidiary (U.S.A.):

Kemira Inc.
P.O. Box 368
Savannah, Georgia 31402
(912) 236-6171

Sales & Earnings (000's)

	Net Sales	Net Income
1986	M 6,707,700	M 27,900
1985	6,836,300	73,000
1984	4,684,000	15,000
1983	4,008,000	20,000
1982	3,342,000	20,000

M - Finnish Markka.

Common Stock Equity

	Total Equity (000's)	Equity Per Share
1986	M 737,000	—
1985	621,000	—
1984	558,000	—
1983	382,000	—
1982	359,000	—

Income Account (000's)

Year ended Dec. 31	1986	1985
Net sales	M 6,706,700	M 6,836,300
Cost of sales	3,148,100	3,661,700
Wages & salaries	1,050,200	972,900
Personnel exp.	320,100	281,400
Rent exp.	61,900	61,200
Depreciation	376,600	321,000
Other expense	1,046,700	1,060,900
Cap. own work	(85,800)	(75,000)
Changes in stock	160,900	(65,300)
Interest expense	431,800	421,300
Interest income	(75,900)	(79,800)
Dividends received	(2,300)	(2,200)
Each. gain on fin.	(16,100)	(34,000)
Other fin. expenses	11,200	15,500
Other income	(11,300)	(69,000)
Income before taxes	M 290,800	M 365,700
Appropriations	196,200	243,700
Income taxes	66,400	46,700
Minority interests	300	2,300
Net Income	M 27,900	M 73,000

Assets (000's)

As of Dec. 31	1986	1985
Cash	M 462,000	M 356,700
Marketable securities	—	—
Accts. receiv., net	993,800	1,090,100
Loans receiv.	42,900	58,800
Advances paid	11,800	10,000
Refundable taxes	—	—
*Stocks	1,029,000	1,188,800
Prepaid expenses	97,700	91,400
Receiv. on shares issued	—	600
Other curr. assets	140,300	131,200
Current Assets	M 2,777,500	M 2,927,600
Investments	283,500	149,500
*Fixed assets	3,506,400	3,069,300
Cum. deprec. difference	993,200	905,500
Goodwill	97,300	77,800
Intangibles	94,600	57,800
Other cap. expenses	88,000	30,900
Valuation items	51,500	37,700
Total Assets	M 7,892,000	M 7,276,500

Liabilities

Notes payable	M 40,900	M 33,600
Accts. payable	535,300	549,400
Advance payments	8,900	1,000
Accruals & prepaid inc.	347,300	304,400
Other current liabilities	551,700	654,100
Curr. Liabilities	M 1,484,300	M 1,544,500
Long-term debt	4,219,400	3,754,600
Unfunded reserves	1,437,300	1,341,000
Minority interest	13,700	15,800
Common stock	518,000	388,000
Reserve fund	79,000	73,300
Revaluation reserve	61,400	90,700
Free equity	78,900	108,600
Treasury stock	—	—
Total Liabilities & Shareholders' Equity	M 7,892,000	M 7,276,500

* At direct acquisition cost.
Less accumulated depreciation.

Statistical Summary (000's)

%Income bef. Taxes to Sales	4.34	5.35
%Net Income to Sales	0.42	1.07
%Net Income to Equity	3.89	12.93
Sales to Inventories	6.52	5.75
Debt to Equity	5.94	6.71
Working Capital	M 1,293,200	M 1,383,100
Current Ratio	1.87	1.90
Shareholders' Equity	M 717,000	M 564,700

Kleinert's, Inc.

120 West Germantown Pk.
Suite 100
Plymouth Meeting, Pennsylvania 19462
(215) 828-7261

Officers: Jack Brier, chairman of the board & chief exec. officer; Joseph J. Connors, treasurer & chief financial officer; Bernard M. Borish, secretary.

Directors: Jack Brier, Kenneth Brier, Bernard M. Borish, Marvin Grossman, William Forman, Jay B. Andrews.

Business Activities: Manufactures and sells infants' and children's sleepwear and accessories, personal apparel including such items as dress and garment shields, sanitary items, incontinent pants, and swim caps; also knits & dyes fabrics.

Trademarks and/or Brand Names: Bolero, Duralite, Pin-In, Slipon, Softex, Solite, Sta-rite, Kleinert's, Teddy Bears, Mini-Dimensions, Little Dimensions, Baby-Gro.

Plant Locations: Elba, Alabama; Gastonia, North Carolina.

Divisions and Subsidiaries:

Kleinert's, Inc. of Alabama
Elba, Alabama 36323

Elba Division
Elba, Alabama 36323

Scott Mills Division
Gastonia, North Carolina 28052

Transfer Agent(s):

The Bank of New York
90 Washington Street
New York, New York 10015

Stock Exchange(s): Over-the-Counter

Ticker Symbol: KLRT (NASDAQ)

Sales & Earnings

	Net Sales	Net Income +
1987	46,592,000	\$ 2,920,000
1986	46,350,000	2,597,000
1985	41,166,000	2,765,000
1984	39,952,000	2,880,000
1983*	36,422,000	1,022,000

	No. of Com. Shares ‡	Earn. per Share ‡ +
1987	1,485,000	\$ 1.97
1986	1,539,000	1.69
1985	1,690,000	1.64
1984	2,038,000	1.41
1983*	1,823,000	0.56

* 14 months.

+ Including extraordinary gains of \$1,198,000 (\$0.81 per share) in 1987, \$1,195,000 (\$0.78 per share) in 1986, \$1,272,000 (\$0.75 per share) in 1985, \$1,103,000 (\$0.54 per share) in 1984 and \$462,000 (\$0.25 per share) in 1983.

‡ Based on the weighted average number of shares outstanding.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 14,714,000	\$ 9.91
1986	12,185,000	7.92
1985	11,656,000	6.90
1984	11,189,000 †	5.49
1983	6,480,000 †	3.55

‡ Based on the weighted average number of shares outstanding.

† After allowing for preferred stock at liquidating value.

Income Account*

As of	11/28/87	11/29/86
Net sales	46,592,000	46,350,000
Cost of sales	38,500,000	39,140,000
Expenses	3,617,000	3,098,000
Interest expense	1,393,000	1,383,000
Income before taxes	\$ 3,082,000	\$ 2,729,000
Income taxes	1,340,000	1,327,000
Net income	\$ 1,722,000	\$ 1,402,000
Extraord. gain	1,198,000	1,195,000
Net income & extraord. gain	\$ 2,920,000	\$ 2,597,000

* Included in Costs and Expenses: Depreciation and Amortization: \$528,000 in 1987 and \$438,000 in 1986.

Assets

As of	11/28/87	11/29/86
Cash	284,000	\$ 322,000
Trade accts. receiv., net	10,949,000	9,215,000
*Inventories	13,353,000	11,743,000
Other assets	771,000	594,000
Current Assets	\$ 25,357,000	\$ 21,874,000
*Fixed assets	5,194,000	5,032,000
Other assets	1,174,000	1,356,000
Total Assets	\$ 31,725,000	\$ 28,162,000

Liabilities

Notes payable	\$ 6,169,000	\$ 3,992,000
Accts. payable	3,539,000	3,393,000
Accruals	835,000	992,000
Curr. Liabilities	\$ 10,543,000	\$ 8,377,000

Long-term debt	6,448,000	7,600,000
+Common stock	3,317,000	3,412,000
Add. paid-in capital	9,435,000	9,846,000
Retained earnings (deficit)	1,962,000	(958,000)
Treasury stock	—	(115,000)

Total Liabilities & Shareholders' Equity \$ 31,725,000 \$ 28,162,000

* At lower of cost (FIFO) or market.
‡ Less accumulated depreciation and amortization.
+ \$2.50 per value.

Statistical Summary

%Income bef. Taxes to Sales	6.61	5.89
%Net Income to Sales	3.70	3.02
%Net Income to Equity	11.70	11.51
Sales to Inventories	3.49	3.95
Debt to Equity	0.86	0.82
Working Capital	\$ 14,794,000	\$ 13,497,000
Current Ratio	2.40	2.61
Shareholders' Equity	\$ 14,714,000	\$ 12,185,000

Lai Sun Garment Company, Limited

11th Floor, Lai Sun Commercial Centre
680 Cheung Sha Wan Road
Kowloon, Hong Kong
3-7410391Mailing Address:
P.O. Box 88460
Siamshupo
Kowloon, Hong KongRegistered Office:
For Yen Building
478, Castle Peak Road
Kowloon, Hong KongDirectors: Lim Por Yen, chairman & managing director;
Peter Lam Kin Ngok, deputy chairman; Lam Kin Ming,
Williamson Cheyne, Wong Kwan Hung, Chiu Wai, William
Fung, Sunnissau Tsoo, secretary; David Chiu Tai Cheong,
Alex Wong Ching Ping, Edwin Cheung Hon Kit.Business Activities: Manufactures and exports garments,
mainly shirts and trousers.

Textile Subsidiaries:

Vanguard Garments, Limited
Hong Kong
Garment manufacturing.Creative Fashions Limited
Hong Kong
Garment trading.Best Dyeing and Finishing Co., Ltd. (50%-owned)
Hong Kong
Dyeing and finishing.Texknit Limited (50%-owned)
Hong Kong
Knitting.Cheery Weavers Limited (44.65% interest)
Hong Kong
Weaving.

Registrar and Transfer Office:

Central Registration Hong Kong Limited

Stock Exchange(s): Hong Kong

Sales & Earnings x

	Net Sales	Net Income †
1987	\$ 823,430,948	\$ 187,884,227
1986	666,090,202	124,599,594

	No. of Com. Shares †	Earn. per Share † ‡
1987	683,761,644	\$ 0.281
1986	660,000,000	0.176

x Figures are stated in Hong Kong dollars.
† Including extraordinary gain of HK\$8,628,736 (HK\$0.01 per share) in 1986 and extraordinary loss of HK\$4,972,721 (HK\$0.01 per share) in 1987.
‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.11	—	—
1986	0.06	—	—

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 800,230,490	\$ 1.17
1986	425,682,963	0.64

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account

Year ended July 31	1987	1986
Net sales	\$ 823,430,948	\$ 666,090,202
Cost of sales & expenses	599,279,774	539,456,351
Directors' fees	3,099,198	1,803,654
Depreciation	12,163,961	10,247,464
Audit fee	746,200	112,800
Donation	5,603,851	877,544
Prov. for doubtful accts.	5,000,000	—
Loss on each	30,284	40,940
Profit on dispos. of assets	(1,991,293)	(156,325)
Interest expense	10,245,544	1,980,190
Interest income	(7,076,787)	(647,831)
Other income	(29,203,790)	(22,970,827)
Prov. for decrease in value of invest.	(4,233,709)	(3,060,000)
Share of profits of assoc.	(5,806,724)	(3,578,755)

Income before taxes	\$ 235,572,441	\$ 141,974,980
Income taxes	42,718,173	26,004,122
Minority interest	(2,680)	—
Net income	\$ 192,856,948	\$ 115,970,858
Extraord. items	(4,972,721)	8,628,736
Net income & extraord. items	\$ 187,884,227	\$ 124,599,594

Assets

As of July 31	1987	1986
Cash	\$ 38,602,814	\$ 8,045,455
Unsecured loan	25,025,328	27,458,447
Accts. receiv., net	10,794,314	5,168,574
Sundry debtors	118,508,983	76,807,672
Prop. held for sale	146,527,389	581,118
*Stocks	35,497,696	18,273,676
Current Assets	\$ 374,956,524	\$ 136,334,942
Investments	375,230,204	2,670,379
Interest in assoc.	136,694,860	54,573,913
*Fixed assets	21,784,873	86,711,438
Properties	436,575,836	364,442,027
Total Assets	\$ 1,545,262,297	\$ 644,732,699

Liabilities

Long-term debt, curr.	\$ 378,712,196	\$ 76,770,121
Accts. payable	255,003,969	92,690,435
Deposits received on props.	12,941,094	—
Prov. for bonus	1,450,000	1,450,000
Income taxes	44,297,208	23,039,180
Proposed dividend	47,910,000	23,100,000
Curr. Liabilities	\$ 744,314,467	\$ 219,049,736

Lai Sun Garment Company, Limited

Minority interest	(2,440)	—
Deferred income	700,000	—
+Common stock	74,150,000	33,300,000
Reserve	726,100,490	392,462,963

Total Liabilities & Shareholders' Equity	\$ 1,545,262,297	\$ 64,732,699
--	------------------	---------------

* At lower of cost and net realizable value;
 ‡ Less accumulated depreciation.
 † HK\$0.1 par value in 1987 and HK\$1 par in 1985.

Statistical Summary

%Income bef. Taxes to Sales	28.61	21.31
%Net Income to Sales	23.42	17.41
%Net Income to Equity	24.10	27.34
Sales to Inventories	23.20	36.45
Debt to Equity	0.47	0.18
Shareholders' Equity	\$ 800,250,490	\$ 425,462,963

Sales & Earnings

	Net Sales	Net Income †
1988	\$ 26,504,028	\$ 227,000
1987	16,958,000	438,000
1986	13,094,000	158,000
1985	10,044,000	5,000
1984	6,136,000	179,000

No. of Com. Shares ‡

	No. of Com. Shares ‡	Earn. per Share † ‡
1988	2,557,000	\$ 0.09
1987	1,935,000	0.24
1986	1,513,000	0.10
1985	1,513,000	—
1984	1,513,000	0.12

† Including extraordinary gain of \$15,000 (\$0.01 per share) in 1987.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1988	\$ 6,821,000	\$ 2.67
1987	6,521,000	3.37
1986	565,000	0.37
1985	408,000	0.27
1984	403,000	0.27

‡ Based on the weighted number of common shares and common share equivalents outstanding.

Income Account

Year ended Jan. 31	1988	1987
Net sales	\$ 26,504,028	\$ 16,957,836
Cost of sales	21,173,222	13,478,750
Expenses:		
Selling & shipping	2,471,414	1,475,099
Gen. & adm.	2,390,434	1,023,905
R&D & develop.	63,737	62,409
Interest expense	159,237	169,956
Interest income	(70,840)	(40,608)
Dividend income	(24,628)	(33,912)
Other income	(26,928)	(3,113)
Income before taxes	\$ 368,776	\$ 625,390
Income taxes	141,376	382,777
Net income	\$ 227,400	\$ 442,613
Extraord. gain	—	15,000
Net income & extraord. gain	\$ 227,400	\$ 457,613

* Included in Costs and Expenses. Depreciation and Amortization: \$140,181 in 1988 and \$57,651 in 1987.

Assets

As of Jan. 31	1988	1987
Cash	\$ 874,031	\$ 1,073,146
Marketable securities	—	866,995
Accts. receiv., net	4,541,205	2,754,042
*Inventories	5,570,573	2,433,961
Prepaid inc. taxes	125,548	102,496
Deferred inc. taxes	227,575	49,290
Other curr. assets	—	60,336
Current Assets	\$ 11,338,932	\$ 7,340,266
*Fixed assets	1,094,705	834,951
Other assets	134,572	50,301
Defer. charges	—	9,537
Intangibles	765,924	497,794
Total Assets	\$ 13,334,153	\$ 8,732,849

Liabilities

Notes payable	\$ 326,984	\$ 76,500
Loan payable-bank	205,178	—
Long-term debt, curr.	36,717	71,378
Accts. payable	2,733,476	1,505,377
Accruals	293,024	186,609
Current Liabilities	\$ 3,601,389	\$ 1,839,864
Long-term debt	2,894,016	372,215
Deferred inc. taxes	—	—
*Common stock	25,057	34,615
Add. paid-in capital	3,743,668	3,673,130
Retained earnings	1,050,445	823,045
Total Liabilities & Shareholders' Equity	\$ 13,334,153	\$ 8,732,849

* At lower of cost (FIFO) or market.
 ‡ Less accumulated depreciation and amortization.
 † \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	1.39	4.87
%Net Income to Sales	0.86	2.61
%Net Income to Equity	3.33	6.79
Sales to Inventories	4.76	4.97
Debt to Equity	0.51	0.68
Working Capital	\$ 7,720,563	\$ 5,900,402
Current Ratio	3.14	1.99
Shareholders' Equity	\$ 6,821,170	\$ 6,520,770

Lakeland Industries, Inc.

3601 Hempstead Turnpike
 Levittown, New York 11756
 (516) 579-6161

Officers: Raymond J. Smith, chairman of the board & president; Christopher J. Ryan, exec. v.p.-finance; Patrick M. Murphy, Jr., v.p., counsel & secretary; James M. McCormick, v.p. & treasurer; John R. Ernst, vice president; Harvey Pride, Jr., vice president; Walter Zink, vice president.

Directors: Raymond J. Smith, chairman; Patrick M. Murphy, Jr.; Christopher J. Ryan; John J. Collins, Jr.; Eric O. Hallman; Charles Hiltzheimer; Carl E. Meyer, Jr.

Business Activities: Manufactures industrial safety apparel, including disposable protective garments used in manufacturing, medical and clean room environments, specialized industrial work gloves, heat protective garments for use in fire fighting and industrial applications, and chemical suits which protect the user from exposure to hazardous materials. In addition, the Company markets work gloves to the consumer; manufactures woven cloth garments, and distributes apparel and textile flatgoods to hospitals, nursing homes and the hospitality industries.

Plant Locations: St. Joseph, Missouri; Decatur, Alabama.

Subsidiaries

Chemland Industries, Inc.
 Coshocton, Ohio

Fireland Industries, Inc.
 4/b/s Fyreprod Products
 Newark, Ohio

Highland International, Inc.
 Edison, New Jersey

Ryland Mfg., Inc.
 Decatur, Alabama

Triland Mfg. Co., Inc.
 Kenilworth, New Jersey

Uniland Mfg. Co., Inc.
 Hornschoe Bend, Arkansas

St. Joseph, Missouri

Walter H. Mayer and Co., Inc.
 Chicago, Illinois

Transfer Agent(s)

Registrar and Transfer Company
 61 Broadway
 New York, New York 10006

Stock Exchange(s): Over-the-Counter

Ticker Symbol: LAKE (NASDAQ)

The Leslie Fay Companies, Inc.

1400 Broadway
 New York, New York 10018
 (212) 221-4000

The Leslie Fay Companies acquired The Leslie Fay Company in a leveraged buyout transaction on June 18, 1984.

Officers: John J. Pomerantz, chairman & chief exec. officer; Alan Golub, president; Joel Newman, vice chairman & chief operating officer; Laura Pomerantz, vice president; Norman Feinberg, vice president; Arnold Forman, vice president; H. Andrew Gross, vice president; Gerald P. Zipp, vice president; Paul F. Polishan, sr. v.p. & chief financial officer; Ralph L. Iannazzo, v.p.-manufacturing; Sanford L. Mazer, v.p.-manufacturing; Richard F. Von Felde, secretary & assistant treasurer; Daniel Falkowitz, treasurer; Donald F. Kenia, controller; William J. Schlingman, asst. secretary.

Directors: John J. Pomerantz, chairman; Joel Newman, Alan Golub, Laura Pomerantz, Gary M. Brost, Steven M. Friedman, Herman Gordon, Ira J. Hechler, Jack Nash, Lester Pollack, Michael L. Tarnopol.

Business Activities: Designs, manufactures and markets widely diversified lines of moderate and better priced women's dresses, suits, blouses, and sportswear primarily for the career-oriented woman. Through its Head Sportswear Division, the Company also manufactures ski, tennis and golf apparel for men and women.

Trademarks and/or Brand Names: Breckenridge, Castlesberry Knits, Dynasty, Head, Head Europe, Kaiser for A.S.L., Leslie Fay, Leslie Fay Pettis, Leslie Knits, Leslie Pomer, Outlander, Personal Pettis, Personal Sportswear, Personal II, Shapely, Suits by Dallas, Summit, Lyle Spennard, Knitvivo.

Divisions and Subsidiaries

Leslie Knits Division
 Andrea Gayle
 Beige and Company
 Saseco Division
 Summit Sportswear Division
 Outland, Ltd.
 Breckenridge Division
 Shapely, Inc.
 Castlesberry Knits Division
 Head Sportswear
 Joan Leslie Division
 Saseco
 Kathryn Conover Division

Knit Division
Personal Division
Transfer Agent(s):

Manufacturers Hanover Trust Company
 450 West 33rd Street
 New York, New York 10001

Stock Exchange(s): New York**Ticker Symbol:** LES**Sales & Earnings**

	Net Sales	Net Income †
1987	\$ 582,023,000	\$ 19,748,000
1986	573,401,000	18,647,000
1985	475,399,000	10,839,000
1984*	235,401,000	1,572,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	19,225,151	\$ 1.03
1986	17,024,207	1.10
1985	15,000,000	0.72
1984*	15,000,000	0.10

* 6 months.

† Pro forma income gives effect to the application of pro forma and historical income taxes that would have been reported had the Company and The Leslie Fay Company filed income tax returns as a corporate entity for each period.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 111,903,000	\$ 5.82
1986	92,439,000	5.43
1985	(11,080,000)	—
1984	(29,465,000)	—

(Deficiency)

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Accounts*
(000's)

Year ended	12/26/87	12/27/86
Net sales	582,023	573,401
Cost of sales	403,101	381,336
Expenses	132,510	127,409
Amort. of intangibles	3,821	3,353
Interest expense	16,389	21,478
Non-recurring charges (credits)	(5,035)	1,690
Income before taxes	\$ 31,237	\$ 38,135
Income taxes	11,489	19,488
Net income	\$ 19,748	\$ 18,647

* Included in Costs and Expenses, Depreciation and Amortization: \$3,302,000 in 1987 and \$3,229,000 in 1986.

Assets
(000's)

As of	12/26/87	12/27/86
Cash	4,090	4,861
Accts. receiv., net	82,942	71,271
*Inventories	83,001	81,301
Prepaid expenses	15,906	12,255
Current expenses	\$ 185,939	\$ 169,688
*Fixed assets	24,079	23,577
Other assets & other charges	5,097	4,854
Intangibles	90,323	92,672
Current Assets	\$ 305,438	\$ 290,791

Liabilities
(000's)

Notes payable	\$ 15,500	\$ 34,500
Long-term debt, curr.	1,388	262
Accts. payable	31,647	32,280
Accrued interest pay.	3,716	3,424
Accrued compensation	10,576	14,303
Other accruals	7,397	8,033
Income taxes	1,785	2,855
Current Liabilities	\$ 72,009	\$ 115,657
Long-term debt	55,591	11,979
Subord. debt	61,035	61,035
Deferred credits	4,900	9,661
+Common stock	20,000	20,000
Add. paid-in capital, Etc. of purch. price over asset acq.	(33,251)	(33,251)
Retained earnings	30,508	30,780
Per. curr. trans. adjust.	1,401	778
Treasury stock	(9,130)	(8,003)
Total Liabilities & Shareholders' Equity	\$ 305,438	\$ 290,791

* At lower of cost (FIFO) or market.

‡ Less accumulated depreciation and amortization.

+ \$1 per value.

Statistical Summary

% Income bef. Taxes to Sales	5.37	6.65
% Net Income to Sales	3.39	3.25
% Net Income to Equity	17.65	20.17
Sales to Inventories	7.01	7.05
Debt to Equity	1.19	1.38
Working Capital	\$ 113,930,000	\$ 54,031,000
Current Ratio	2.58	1.47
Shareholders' Equity	\$ 111,903,000	\$ 92,439,000

Lister & Co. p.l.c.

Manningham Mills
 Bradford, West Yorkshire BD9 4SH, England

Officers: J. Segal, president; J.M. Kitchen, secretary.

Directors: J.A. Kornberg, chairman; M.H.E. Dracup, managing director; N.B. Smith, V.M. Segal.

Business Activities: Manufactures curtain and furnishing velvets, curtains, cushions, flame retardant flat woven fabric, worsted spun yarns for the fashion knitwear trade, woolen cloth, fine dress fabrics and yarns, duvet covers in polyester cotton and polyester satin, lambwool underblankets, floor rugs, flame retardant bedding pressure pads for use in hospitals and nursing homes, simulated fur fabrics for ladies' and children's coats and jackets, and high quality specialty yarns.

Trademarks and/or Brand Names: Curtain velvets: Westminster, Gemstone, Braemar, Windmere; Furnishing velvets: Tudor, Richmond, Camelot, Dragon; Underblankets: Pleasantdreams; Floor rugs: Leonardo, Crusader, Lotus, Galaxy, Wild Rose, Georgian, Arndale, Pastelle, Capricorn, Florida, Litalama, Viscount, Tallman; Hand knitting yarns: Practical, Classic, Supreme, Mainly mohair, Elite, Tahiti Five Star, Belli, Libra, Lister Brushed D.K., Venezia D.K., Baby Supersoft, Richmond, Motoravia.

Divisions and Subsidiaries

Yarn Division
 Home Furnishing Division
 Knitted Pile Fabric Division
 Dress Silk Division
 Homeware Division
 Joseph Hoyle & Son Limited
 Mutual Mills Limited
 George Lee & Sons Limited
 Property Division
 Adelaide Engineering Co. Limited
 Insurance Broking and Consultancy Division
 Fickling & Johnson Ltd.
 Lister Velvet Co. Ltd.
 Pk Mills Ltd.

Transfer Office

Lister & Co. p.l.c.
 Manningham Mills
 Bradford, West Yorkshire BD9 4SH, England

Sales & Earnings

	Net Sales	Net Income †
1987	£ 32,905,000	£ 2,605,000
1986	36,459,000	2,621,000
1985	39,417,000	829,000
1984	46,975,000	695,000
1983	50,833,000	(344,000)

	No. of Com. Shares	Earn. per Share
1987	16,465,019	17.47p
1986	16,465,019	11.38
1985	N.A.	3.37
1984	N.A.	3.16
1983	N.A.	—

£ - pound sterling

(Loss)

N.A. - Not Available.

† Including extraordinary gains of £ 723,000 in 1986, £ 248,000 in 1985, £ 148,000 in 1984 and extraordinary losses of £ 296,000 in 1987 and £ 13,000 in 1983.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	3.00p	—	—
1986	1.00	—	—
1985	0.25	—	—
1984	0.10	—	—
1983	0.10	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	£ 23,540,000	£ 142.97
1986	23,348,000	141.80

Income Account*
(000's)

Year ended Mar. 28	1987	1986
Net sales	£ 30,833	£ 46,975
Cost of sales	37,785	35,559
Distr. costs	6,070	5,520
Adm. expenses	2,337	1,894
Share of profit of rel. co.	(241)	(208)
Interest expense	1,631	2,107
Interest income	(24)	(22)
Income before taxes	£ 3,255	£ 2,121
Income taxes	354	223
Net income	£ 2,901	£ 1,898
Extracord. items	(296)	723
Net income & extracord. items	£ 2,605	£ 2,621

* Included in Cost and Expenses, Depreciation and Amortization: £ 1,376,000 in 1987 and £ 1,274,000 in 1986.

Assets
(000's)

As of Mar. 28	1987	1986
Cash	£ 329	£ 372
Accts. receiv., net	8,725	8,640
Assets owed by rel. co.	16	16
Sundry debtors	121	194
*Stocks	10,327	11,516
Prepaid expenses	256	632
Current Assets	£ 19,774	£ 21,370

Lister & Co. p.l.c.

Investments	1,069	922
* Fixed assets	26,219	23,344
Intangibles	14	21
Total Assets	£ 47,076	£ 47,657

Liabilities (000's)		
Long-term debt, curr.	£ 7,916	9,940
Oblig. under fin. lease	199	86
Accts. payable	5,383	6,392
Bills of exch.	31	—
Other creditors	2,905	2,345
Accruals & deferred inc.	543	343
Proposed dividend	412	165
Cur. Liabilities	£ 17,389	£ 19,271
Long-term debt	2,750	3,750
Oblig. under fin. lease	178	5
Other creditors	18	336
Minority interest	100	100
Deferred income	201	247
Other liabilities	2,300	—
+ Preferred stock	600	600
+ Common stock	4,116	4,116
Add. paid-in capital	2,543	2,543
Reserves	12,296	14,218
Profit and loss acct.	4,583	2,471
Total Liabilities & Shareholders' Equity	£ 47,076	£ 47,657

* At lower of cost and net realizable value.
 # Less accumulated depreciation.
 + £ 1 par value; 5% cumulative.
 ++ 25p par value.

Statistical Summary

% Income bef. Taxes to Sales	6.40	4.52
% Net Income to Sales	5.71	4.04
% Net Income to Equity	12.02	7.93
Sales to Inventories	4.92	4.08
Debt to Equity	0.46	0.58
Working Capital	£ 2,385,000	£ 2,099,000
Current Ratio	1.14	1.11
Shareholders' Equity	£ 24,140,000	£ 23,948,000

Littlefield, Adams & Company

81 Adams Drive
 Totowa, New Jersey 07512
 (201) 256-8600

Officers: Gilbert Raff, president & chief exec. officer; Florence V. Benda, secretary.

Directors: Andrew Christensen, Charles D. Fox, III, Gilbert Raff, G. William Fleming, Charles D. Fox, IV.

Business Activities: Engaged in the imprinting and selling of athletic and leisure wear under the Collegiate-Pacific. Products include imprinted T-shirts, sweatshirts, sport shirts, jerseys, and sportswear. Also manufactures and imports novelty items, including caps, pennants, banners, blankets and pillows.

Trademarks and/or Brand Names: Collegiate-Pacific

Plant Location(s): Roanoke, Virginia

Subsidiary:

Collegiate-Pacific Company
 Roanoke, Virginia

Transfer Agent(s):

Midlantic National Bank
 Corporate Trust Department
 P.O. Box 600
 Edison, New Jersey 08818

Stock Exchange(s): American

Ticker Symbol: LFA

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 7,213,000	\$ (2,287,000)
1986	17,549,000	(2,801,000)
1985	18,116,000	(376,000)
1984	19,740,000	N.A.
1983	21,902,000	N.A.
	No. of Com. Shares †	Earn. per Share ‡
1987	1,073,830	\$ —
1986	1,073,830	—
1985	1,073,830	—
1984	1,073,830	—
1983	1,073,830	—

N.A.—Not Available.

+ Of continuing operations only.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ —	—	—
1986	—	—	—
1985	—	—	—
1984	—	—	—
1983	0.08	—	—

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 1,748,000	\$ 1.63
1986	3,928,000	3.66
1985	6,696,000	6.24
1984	7,026,000	6.54

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account *

Year ended Dec. 31	1987	1986
Net sales	\$ 7,213,000	\$ 17,549,000
Cost of sales	5,964,000	14,852,000
Expenses	2,625,000	4,103,000
Interest expense	420,000	781,000
Write-off of costs in exc. of assets of acq. cos.	—	506,000
Gain on sale of prop.	(149,000)	—
Loss before taxes	\$ (1,647,000)	\$ (2,673,000)
Income taxes	—	65,000
Loss-cont. oper.	\$ (1,647,000)	\$ (2,738,000)
Loss-discont. oper.	7 (640,000)	(63,000)
Net Loss	\$ (2,287,000)	\$ (2,801,000)

* Included in Costs and Expenses, Depreciation and Amortization: \$302,000 in 1987 and \$302,000 in 1986.

Assets

As of Dec. 31	1987	1986
Cash	\$ 30,000	\$ 155,000
Accts. receiv., net	724,000	3,059,000
* Inventories	2,105,000	3,936,000
Prepaid expenses	101,000	127,000
Net assets-discont. oper.	450,000	946,000
Current Assets	\$ 3,410,000	\$ 8,223,000
* Fixed assets	994,000	1,820,000
Other assets	128,000	25,000
Intangibles	501,000	803,000
Total Assets	\$ 5,033,000	\$ 10,871,000

Liabilities

Long-term debt, curr.	\$ 1,249,000	\$ 3,234,000
Accts. payable	711,000	2,014,000
Accruals	312,000	467,000
Cur. Liabilities	\$ 2,272,000	\$ 5,715,000
Long-term debt	371,000	621,000
Deferred compensation	642,000	607,000
+ Common stock	1,235,000	1,235,000
Add. paid-in capital	2,465,000	2,465,000
Retained earnings	(1,119,000)	1,168,000
For cur. trans. adj. (deficit)	—	(107,000)
Treasury stock	(833,000)	(833,000)
Total Liabilities & Shareholders' Equity	\$ 5,033,000	\$ 10,871,000

* At lower of cost (FIFO) or market.

Less accumulated depreciation and amortization.

+ \$1 per value.

Statistical Summary

Sales to Inventories	3.43	4.46
Debt to Equity	0.93	0.98
Working Capital	\$ 1,138,000	\$ 2,508,000
Current Ratio	1.50	1.44
Shareholders' Equity	\$ 1,748,000	\$ 3,928,000

Liz Claiborne, Inc.

1441 Broadway
 New York, New York 10018
 (212) 354-4900

Officers: Elisabeth Claiborne Ortenberg, chairman of the board, president & chief exec. officer; Arthur Ortenberg, vice chairman of the board & secretary; Jerome A. Chaam, vice chairman of the board; Harvey L. Falk, exec. v.p.-operations & corp. planning; Jay Margolis, exec. v.p.-women's sportswear group, president; Terry S. Feldman, sr. v.p.-operations; Larry McDonald, sr. v.p.-corp. textile engineering; Nina E. McLenore, sr. v.p.-Accessories Division, president; Hank Sinkel, sr. v.p.-Accessories Division, president; Robert Bernard, sr. v.p.-sportswear, sales; Kenneth Gant, sr. v.p.-corp. distribution; Alois J. Lohn, sr. v.p.-manufacturing; Ellen Daniel, sr. v.p.-sportswear design; Dennis Gay, sr. v.p.-Collection Division, div. head; Allen McNary, sr. v.p.-Dress Division, president; Jo Miller, sr. v.p.-Retail Division, co-president; Kathryn D. Connors, v.p.-human resources; Walter L. Krueger, v.p.-financial operations; Jeffrey H. Shendell, v.p.-allocations and sales support; Robert P. McKen, treasurer; Jack Listanowsky, v.p.-knitwear production; Claudia Wong, v.p.-corp. Far East operations.

Directors: Arthur Ortenberg, Jerome A. Chaam, Elisabeth Claiborne Ortenberg, Harvey L. Falk, Leonard Boxer, J. James Gordon, Sherwin Kamin.

Business Activities: Designs, contracts for the manufacture of, and markets an extensive range of women's apparel and accessories as well as men's sportswear. Also operates six retail clothing stores, primarily featuring the Company's sportswear, under the name First Issue; and markets fragrances and related products under the Liz Claiborne name.

Trademarks and/or Brand Names: Liz Claiborne, Lizwear, Liz, Claiborne, Lizport, Dana Buchman, First Issue.

Divisions and Subsidiaries:

Collection Division
 Sophisticated style of sportswear geared primarily for the career women's working needs.

Lizport Division
 Sportswear collections geared primarily for the home and the more casual working environment.

Lizwear Division
 Casual style of sportswear geared primarily for weekend dressing needs.

Dress Division
 A wide variety of dresses, including a knitwear collection in both the 'Missy' and petite size ranges.

Claiborne (Menswear) Division
Men's sportswear.

Kayser-Roth Corporation
Manufactures and markets handbags, belts, scarves and other related accessories.

Liz Claiborne Cosmetics
Markets fragrances and related products under the Liz Claiborne name.

Transfer Agent(s):

The Chase Manhattan Bank, N.A.
1 New York Plaza
New York, New York 10081

Stock Exchange(s): Over-the-Counter

Ticker Symbol: LIZC (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$1,053,324,000	\$114,414,000
1986	813,497,000	86,194,000
1985	556,553,000	60,580,000
1984	391,272,000	147,517,000
1983*	228,722,000	84,064,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	86,933,364	\$1.32
1986	86,270,552	1.00
1985	85,395,824	0.71
1984	84,577,140	0.50
1983*	84,013,344	0.27

* 53 weeks.

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock dividends and stock split.

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$0.16	—	2-for-1
1986	0.12	—	—
1985	0.08	100% ‡	—
1984	0.05	100% ‡	—
1983	—	100% ‡	—

+ Adjusted to reflect stock dividends and stock split.
‡ Declared Feb. 25, 1986.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$356,956,000	\$4.11
1986	247,787,000	2.87
1985	182,729,000	1.91
1984	104,417,000	1.23
1983	64,498,000	0.77

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock dividends and stock split.

Income Account*

Year ended	12/26/87	12/27/86
Net sales	\$1,053,324	\$813,497
Cost of sales	655,569	502,247
Expenses	194,686	146,289
Interest income	(4,956)	(4,341)
Income before taxes	\$208,025	\$169,302
Income taxes	93,611	83,108
Net income	\$114,414	\$86,194

* Included in Costs and Expenses, Depreciation and Amortization: \$5,880,000 in 1987 and \$4,423,000 in 1986.

Assets

As of	12/26/87	12/27/86
Cash	\$2,704	\$2,628
Short-term invest.	157,762	101,441
Accts. receiv., net	80,591	57,718
* Inventories	156,375	114,879
Other curr. assets	26,557	17,721
Current Assets	\$423,909	\$294,387
* Fixed assets	53,140	36,798
Other assets	1,473	925
Total Assets	\$482,369	\$335,502

Liabilities

	12/26/87	12/27/86
Long-term debt, curr.	\$357	\$—
Note payable	—	4,900
Advances	—	2,409
Accts. payable	53,044	39,820
Accruals	43,374	26,166
Income taxes	6,412	7,921
Curr. Liabilities	\$103,187	\$81,216
Long-term debt	14,464	—
Deferred inc. taxes	7,762	6,499
+ Common stock	87,136	43,279
Add. paid-in capital	29,889	21,404
Retained earnings	239,931	183,104
Total Liabilities & Shareholders' Equity	\$482,369	\$335,502

* At lower of cost (FIFO) or market.
‡ Less accumulated depreciation and amortization.
+ \$1 par value.

Statistical Summary

% Income bef. Taxes to Sales	19.75	20.81
% Net Income to Sales	10.86	10.60
% Net Income to Equity	32.05	34.79
Sales to Inventories	6.74	7.08
Debt to Equity	0.04	0.02
Working Capital	\$320,802,000	\$213,171,000
Current Ratio	4.11	3.62
Shareholders' Equity	\$356,956,000	\$247,787,000

Divisions:

Stay Put Pad
Reed Handcrafts
both at:

10400 Bunsen Way
Bluegrass Industrial Park
Louisville, Kentucky 40299

Transfer Agent(s):

Louisville Bedding Co.
Louisville, Kentucky

Stock Exchange(s): Over-the-Counter

Sales & Earnings

	Net Sales	Net Income
1987	\$71,841,441	\$1,777,132
1986	64,389,524	558,112
1985	66,121,482	855,673
1984	66,488,123	657,143
1983	60,667,996	1,785,996

	No. of Com. Shares +	Earn. per Share ‡
1987	619,938	\$2.87
1986	619,938	0.90
1985	619,938	1.38
1984	619,903	1.06
1983	619,282	2.85

x Restated to reflect change in year end.
+ Adjusted to reflect stock dividend.
‡ Based on the weighted average number of shares outstanding adjusted to reflect stock dividend.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$0.60	—	—
1986	0.60	—	—
1985	0.60	—	—
1984	0.59	5%	—
1983	0.53	—	—

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$12,024,878	\$19.40
1986	10,619,708	17.13
1985	10,303,777	16.62
1984	9,819,610	15.84
1983	9,517,202	15.37

x Restated.
‡ Adjusted to reflect stock dividend.

Income Account*

Year ended	1/1/88	2/31/86 ‡
Net sales	\$71,841,441	\$64,389,524
Cost of sales	57,386,529	52,558,993
Expenses	10,370,625	9,544,714
Interest expense	1,132,891	1,215,628
Other income -	(185,136)	(48,423)
Income before taxes	\$3,136,532	\$1,118,612
Income taxes	1,359,400	560,500
Net income	\$1,777,132	\$558,112

* Included in Costs and Expenses, Depreciation and Amortization: \$815,165 in 1987 and \$784,463 in 1986.
‡ Restated.

Louisville Bedding Company

10400 Bunsen Way
Bluegrass Industrial Park
Louisville, Kentucky 40299
(502) 491-3370

Officers: James R. Hartsock, chairman; John M. Minihan, president & chief exec. officer; Charles Lohman, sr. v.p.-purchasing; Kenneth A. King, exec. v.p.; Frank Preston, v.p.; Ronald A. Benson, v.p.; Christian F. Rapp, v.p.-finance & secretary.

Directors: J. R. Hartsock, chairman; O. R. Bolton, N. E. Elasa, H. C. Forrester, J. M. Minihan, K. A. King, B. I. Moore, M. H. Schook, Bernard J. Arendshorst, C. J. Lohman, F. N. Preston.

Business Activities: Louisville Bedding Company is in the home furnishing and moving van and businesses. It manufactures quilted mattress pads, fashion bedroom products (which include bedspreads, quilts, bed ruffles, decorative linens) and decorative table linens, kitchen accessories, and a line of moving van pads. These products are marketed nationwide through leading department stores and retail chain.

Trademarks and/or Brand Names: Reed Handcrafts, Quiltcraft, Olde Kentucky, Komfort Wrap, Stay Put, Beautyrest.

Plant Location(s): Jeffersontown, Louisville & Munfordville, Ky.

Louisville Bedding Company

As of	1/1/88	12/31/86 ‡
Cash	\$ 371,985	\$ 529,570
Receiv., net	10,410,309	9,094,577
Inventories	12,647,748	11,964,578
Inc. tax. receiv.	—	5,588
Prepaid expenses	464,376	302,892
Current Assets	\$ 23,934,418	\$ 21,921,205
Cash value of life ins.	346,390	196,429
# Fixed assets	4,114,324	4,474,754
Defer. charges & other assets	18,870	30,122
Total Assets	\$ 28,414,002	\$ 26,612,510

Liabilities		
Notes payable	\$ 3,000,000	\$ 2,000,000
Long-term debt, curr.	1,137,049	1,127,124
Accrs. payable	2,540,751	2,962,006
Accruals	1,746,090	784,741
Income taxes	203,217	—
Deferred income taxes	74,900	72,100
Current Liabilities	\$ 8,702,007	\$ 6,945,971
Long-term debt	7,408,846	8,745,965
Deferred inc. taxes	274,200	294,200
Other payable	4,071	6,666
+ Common stock	619,938	619,938
Adit. paid-in capital	2,669,741	2,669,741
Retained earnings	8,735,199	7,330,029
Total Liabilities & Shareholders' Equity	\$ 28,414,002	\$ 26,612,510

‡ Restated.
 † At lower of cost (LIFO) or market.
 # Less accumulated depreciation.
 + No par value.

Statistical Summary

%Income before Taxes		
to Sales	4.37	1.74
%Net Income to Sales	2.47	0.87
%Net Income to Equity	14.78	5.26
Sales to Inventories	5.66	5.37
Debt to Equity	0.99	1.09
Working Capital	\$ 15,232,411	\$ 14,975,234
Current Ratio	2.75	3.16
Shareholders' Equity	\$ 12,024,878	\$ 10,619,708

Low & Bonar PLC

Bonar House
 Faraday Street
 Dundee DD1 9JA, Scotland
 0382 818171

Officers: W. H. Jones, chief executive-UK/Europe Packaging Division; J. W. Long, chief executive-UK/Europe Plastics Division; N. Jones, chief executive-Textiles Division; R. Young, chief executive-Electronics Division; G. R. McKenzie, president-Bonar Inc.; L. A. Williams, chief executive-Africa Division; H. E. Levy, director of new ventures, Low & Bonar UK Limited; N. D. McLeod, deputy group finance director; M. G. T. Long, secretary.

Directors: Sir Dermot de Trafford, chairman; R. J. Jarvis, managing & group chief executive; G. C. Bonar, B. H. Lewis, W. L. Tetler, finance & deputy group chief executive; Sir Jack Stewart-Clark.

Business Activities: In the textile area, manufacture non-woven materials, carpet and sports surface yarns, polypropylene products, flotes, and a variety of apparel and textile products. Other activities include the manufacture of packaging products, plastics, power supplies, remote switching and control systems, and electronic instrumentation.

Trademarks and/or Brand Names: Carelle, Ultraflo.

Textile Subsidiaries

Bonar Carelle Ltd.
 Scotland
 Production of non-wovens.

Bonar & Flotex Limited
 Scotland
 Production of flotes.

Bonar Textile Limited
 Scotland
 Polypropylene products.

NV Fibrilo (96%-owned)
 Belgium
 Polypropylene products.

NV Phormium (90%-owned)
 Belgium
 Polypropylene products.

Bonar & Flotex Inc.
 U.S.A.
 Production of flotes.

Bonar Fabrics Corporation (98.6%-owned)
 U.S.A.
 Production of non-wovens.

Bonar Fibers (33.3% interest)
 U.S.A.
 Polypropylene products.

Bonar (EA) Limited (80%-owned)
 Kenya
 Textile products and clothing.

Bonar Staffex (Pty.) Limited
 Republic of South Africa
 Production of non-wovens.

Bonar Filters (Pty.) Limited (90%-owned)
 Republic of South Africa
 Filter cloths.

Bonar Colwyn Limited (89.9%-owned)
 Zambia
 Clothing.

Bonar Canvas Limited (89.9%-owned)
 Zambia
 Textile products.

Modern Garments Limited (89.9%-owned)
 Zambia
 Clothing.

Bonar Industries Pvt. Limited
 Zimbabwe
 Textile products and clothing.

Tarpeulin Industries (West Africa) Limited (40% interest)
 Nigeria
 Textile products and clothing.

Registrar

The Royal Bank of Scotland plc
 P.O. Box 27
 34 Fettes Row
 Edinburgh EH3 6UT, Scotland

Sales & Earnings

	Net Sales	Net Income †
1986	£ 242,400,000	£ 12,800,000
1985	182,800,000	8,900,000
1984	172,200,000	6,700,000
1983	146,700,000	3,500,000
1982	137,600,000	(1,200,000)

	No. of Cons. Shares +	Earn. per Share † ‡
1986	62,849,128	19.85p
1985	49,079,652	17.10
1984	N.A.	14.59
1983	N.A.	8.25
1982	N.A.	—

(Loss)
 N.A. = Not Available.
 £ = pound sterling.
 † Excluding extraordinary items.
 ‡ Adjusted to reflect stock splits.
 ‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Revenues by Line of Business

	1986	1985
Packaging	£ 143,453,000	£ 105,198,000
Plastics	31,736,000	11,376,000
Textiles	36,073,000	30,872,000
Electronics	35,210,000	37,332,000
Other	7,555,000	11,562,000
Share of related cos.	(11,673,000)	(13,579,000)
Total	£ 242,354,000	£ 182,761,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	5.35p	—	2-for-1
1985	4.75	—	3-for-2
1984	4.00	—	—
1983	2.50	—	—
1982	1.67	—	—

Common Stock Equity

	Total Equity	Equity Per Share ‡
1986	£ 82,900,000	131.84p
1985	47,100,000	103.53
1984	47,400,000	104.12
1983	39,300,000	93.64
1982	39,200,000	93.40

‡ Adjusted to reflect stock splits.

Income Account * (000's)

Year ended Nov. 30	1986	1985
Net sales	£ 242,35	£ 182,761
Cost of sales & expenses	225,170	169,078
Share of surr. of rel. cos.	(989)	(823)
Interest expense	1,713	1,413
Interest income	(636)	(305)
Income before taxes	£ 17,110	£ 13,398
Income taxes	4,349	4,540
Minority interest	1,276	850
Net Income	£ 11,485	£ 8,008
Extraord. items	(228)	3,117
Net Income & extraord. items	£ 11,257	£ 11,125

* Included in Costs and Expenses, Depreciation: £ 6,668,000 in 1986 and £ 4,383,000 in 1985.

As of Nov. 30	1986	1985
Cash	\$ 3,419	\$ 3,942
Accts. receiv., net	55,980	32,496
*Stocks	40,395	24,502
Current Assets	\$ 99,794	\$ 61,140
Investments	7,095	7,683
#Fixed assets	70,123	36,693
Intangibles	1,387	—
Total Assets	\$ 178,399	\$ 105,516

Liabilities (000's)

Bank & other borrowings	\$ 15,174	\$ 9,502
Other creditors	50,686	33,221
Curr. Liabilities	\$ 65,860	\$ 42,723
Bank & other borrowings	14,132	3,495
Other creditors	2,176	3,094
Minority interest	9,064	5,225
Deferred income	340	401
Deferred taxes	3,566	3,049
+Preferred stock:		
6% first cumulative	100	100
6% second cumulative	100	100
5.5% third cumulative	200	200
++Common stock	31,425	12,270
Add. paid-in capital	15,264	3,022
Revaluation reserve	2,627	2,196
Exchange reserve	(268)	(1,092)
Other reserves	(3,425)	1,602
Retained earnings	37,238	29,131
Total Liabilities & Shareholders' Equity	\$ 178,399	\$ 105,516

* At lower of cost or net realizable value.

Less accumulated depreciation.

++ No par value.

+++ 50p par value.

Statistical Summary

%Income bef. Taxes	7.06	7.33
to Sales	4.74	4.38
%Net Income to Sales	13.79	16.85
%Net Income to Equity	6.00	7.46
Sales to Inventories	0.35	0.27
Debt to Equity	\$ 33,934,000	\$ 18,417,000
Working Capital	1.52	1.43
Current Ratio	\$ 83,261,000	\$ 47,529,000
Shareholders' Equity		

Manhattan Industries, Inc.

(Acquired by Salant Corporation in August, 1988)

1155 Avenue of the Americas
New York, New York 10036
(212) 221-7500

Administrative offices:
23 DeBor Drive
Glen Rock, New Jersey 07452
(201) 447-2000

Officers: Laurence C. Leeds, Jr., chairman of the board & chief exec. officer; Nicholas P. DiPaolo, president & chief operating officer; Donald H. Kaliman, vice chairman of the board, exec. v.p. & chairman of the exec. committee; Samuel M. Miller, v.p., secretary-treasurer & controller; Bruce P. Fogwell, v.p. advertising & public relations; Zachary Solomon, exec. v.p.

Directors: Roy M. Goodman, Thomas Hoving, Donald H. Kaliman*, Laurence C. Leeds, Jr.*, Jack Lyons, Irving Matthews, Irving Silverman, Carl Spielvogel, Louis C. Stengel, Jr., Harvey N. Krueger, E. John Rosenwald, Jr., Nicholas P. DiPaolo*, Zachary Solomon*, Thomas J. Tisch.

* Member of the Executive Committee

Business Activities: Manufactures and retails men's and women's apparel. The Apparel Division consists of three companies manufacturing men's wear and two manufacturing women's wear. The Retail Division is composed of 59 stores operated by Manhattan Factory Outlets, which sell apparel and domestic furnishings in the Northeast and South. The Company's Licensing Division represents Manhattan licensees operating in 45 countries.

Trademarks and/or Brand Names: Manhattan, John Henry, Harnes House, Liberty of London, Lady Manhattan, Vera, Lanvin, lady Baynard, Baynard Sport, Sea Isle, Manhattan-Ward, Manhattan International, Frost Bros., Equipment by Henry Grethel, Anne Klein for New Aspects, Pierre, Perry Ellis, Kimberly, Balmain, Versaport, John Henry for Women, Equipment for Women, Perry Ellis Portfolio.

Divisions and Subsidiaries:

Apparel Division:

Men's Wear

The Manhattan Shirt Company
1155 Avenue of the Americas
New York, New York 10036
Manufactures and sells men's shirts, sportshirts, sport knits, and pajamas. Manufacturing plant: America, Ga.

Manhattan Accessories Division
1155 Avenue of the Americas
New York, New York 10036
Manufactures and sells men's neckwear, scarves and mufflers, belts and small leather goods.

John Henry for Men
1155 Avenue of the Americas
New York, New York 10036
Markets men's shirts, sportshirts and accessories.

Morgan Shirt Corporation
Morgantown, West Virginia
Manufactures men's shirts.

Henry Grethel for Men
1155 Avenue of the Americas
New York, New York 10036
Markets designer sportswear, shirts and furnishings.

Women's Wear

MI Designer Group

Anne Klein for New Aspects
1411 Broadway
New York, New York 10018
Manufactures and sells women's blouses.

The Lady Manhattan Company
1407 Broadway
New York, New York 10018
(212) 265-3700
Manufactures and sells blouses. Mfg. Plant: Scranton, Pa.

The Vera Companies
1411 Broadway
New York, New York 10018
(212) 265-3700
Manufactures and sells women's sportswear, dresses, scarves and table linens. Mfg. Plants: Puerto Rico and Grafton, W. Va.

John Henry for Women
1411 Broadway
New York, New York 10018
Markets women's shirts and tops.

Manhattan Dress Division
1400 Broadway
New York, New York 10018
Manufactures and markets John Henry, Peter Ashley, and Lanvin dresses.

Perry Ellis Division
575 Seventh Avenue
New York, New York 10018
Designs and markets women's and men's sportswear.

Henry Grethel for Women
1411 Broadway
New York, New York 10018
Markets women's shirts, tops and sportswear.

Retail Division:

Manhattan Factory Outlet
15-01 Broadway
Fair Lawn, New Jersey 07410
(201) 797-8660

Licensing Division

Manhattan Licensing
1155 Avenue of the Americas
New York, New York 10036

Sales & Earnings

	Net Sales + (000's)	Net Income (000's)
1987	\$ 335,754	\$ (7,419)
1986	335,469	(11,008)
1985	381,018	1,124
1984	308,809	11,547
1983	279,236	7,325
	No. of Com. Shares †	Earn. per Share ‡
1987	5,061,000	\$ —
1986	5,041,000	—
1985	4,824,000	0.20
1984	4,143,000	2.67
1983	3,832,000	1.78

(Loss)

+ Of continuing operations only.

‡ Based on the average number of shares outstanding adjusted to reflect stock dividends.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.20	4%	—
1986	0.25	4%	—
1985	0.30	4%	—
1984	0.30	4%	—
1983	0.30	4%	—

Common Stock Equity

	Total Equity †	Equity Per Share ‡
1987	\$ 62,671,000	\$ 12.28
1986	70,987,000	14.05
1985	83,040,000	16.52
1984	72,721,000	16.60
1983	59,987,000	15.94

‡ After allowing for convertible preferred stock at involuntary liquidation value.

Adjusted to reflect stock dividends.

Income Account (000's)

Year ended Jan. 31	1987	1986
Net sales	\$ 335,754	\$ 335,469
Cost of sales	252,769	254,887
Expenses	81,898	80,624
Royalty & other income	(6,087)	(5,022)
Interest expense	10,296	11,693
Non-recurring inc.	(9,333)	(1,482)
Bus. realign. charge	7,500	16,800
Loss bef. taxes	\$ (1,289)	\$ (22,031)
Income tax (credit)	—	(10,900)
Loss - cont. oper.	\$ (1,289)	\$ (11,131)
Inc. (loss) - discont. oper.	(6,130)	123
Net Loss	\$ (7,419)	\$ (11,008)

* Included in Costs and Expenses, Depreciation and Amortization: \$5,061,000 in 1987 and \$4,845,000 in 1986.

Manhattan Industries, Inc.

Assets (000's)		
As of Jan 31	1987	1986
Cash	\$ 1,475	\$ 2,436
Accts. receiv., net	13,267	21,568
*Inventories	71,563	74,503
Prepaid expenses	3,363	3,783
Net assets held for sale	5,773	34,844
Current Assets	\$ 95,441	\$ 137,134
Investments & other assets	13,738	13,699
*Fixed assets	25,963	30,238
Prop. under cap. leases	2,251	2,528
Total Assets	\$ 137,393	\$ 183,599
Liabilities (000's)		
Notes payable	\$ 8,436	\$ 31,788
Long-term debt, curr.	6,460	6,815
Accounts payable & accruals	32,250	29,344
Curr. Liabilities	\$ 47,146	\$ 67,947
Long-term debt	23,088	39,584
Cap. lease oblig.	2,268	2,608
Other liabilities	1,798	1,911
deferred credits	422	562
+Preferred stock	5,104	4,857
+Common stock	50,992	47,926
Add. paid-in capital	6,575	18,204
Retained earnings		
Total Liabilities & Shareholders' Equity	\$ 137,393	\$ 183,599

* At lower of cost or market. FIFO for apparel operations, retail method for outlet stores.
Less accumulated depreciation and amortization.
+ \$1 par value.

Statistical Summary

Sales to Inventories	4.69	4.50
Debt to Equity	0.64	1.13
Working Capital	\$ 48,295,000	\$ 69,187,000
Current Ratio	2.02	2.02
Shareholders' Equity	\$ 63,093,000	\$ 71,549,000

Manville Corporation

(Operating under Chapter 11 of the U.S. Bankruptcy Code)

Ken-Caryl Ranch
P.O. Box 5108
Denver, Colorado 80217
(303) 978-2000

Officers: George C. Dillon, chairman; W. Thomas Stephens, president & chief exec. officer; S. Rollins Heath, Jr., exec. v.p.; Alfred B. Gough, sr. v.p. & pres.-Specialty Products Group; John D. C. Roach, sr. v.p.; William A. Sells, Jr., sr. v.p. & pres.-Fiber Glass Group; Harry W. Sherman, sr. v.p. & pres.-Forest Products Group; Chester J. Sulewski, sr. v.p.; Richard B. Von Wald, sr. v.p. & gen. counsel; James F. Beasley, v.p.; Roger H. Bengtson, v.p.; Robert E. Cole, v.p.; Donald L. Ferguson, v.p.; William B. Reitze, v.p.; John H. Swensen, v.p.; Robert A. Boardman, secretary; C. Van Draper, treasurer; Frank R. McCauley, controller.

Directors: George C. Dillon, Robert L. Geddes, William C. Jans, William F. May, George B. Munroe, John P. Schroeder, John A. Love, Charles J. Zwick, Aaron A. Gold, James N. Land, Jr., G. Earle Parker, W. Thomas Stephens, William D. Tucker, Jr.

Business Activities: One of the largest producers of fiber glass products and beverage carrier board and cartons and suppliers of diatomite, a primary filtering agent and filler used by the beverage, pharmaceutical, paint, and food processing industries. The Fiber Glass Group produces insulation fiber and continuous strand fiber glass filament. End products manufactured include a wide range of thermal and

acoustical insulations, fiber glass specialty and roofing mats, and glass fibers and reinforcements, for use by a variety of industries.

Trademarks and/or Brand Names: BestPack, FastPak, Mobinsul, Rich-R, Spintex, Suspend-R, Win-R, Dura Foil, Dura Glass, Glass Thane, Microlith, Quilite, Tempetran.

U.S. Plant Locations: Fort Worth, Nacogdoches & Cleburne, Tx.; Bakersfield, Lompoc, Pittsburg, Corona & Wilshire, Ca.; Defiance, Cincinnati, Newark, Pataskala, Springfield, Utica & Waterville, Oh.; McPherson, Kas.; Parkersburg, W.V.; Jamesburg, Edison, Penbryn, N.J.; Richmond, Elkhart, In.; Savannah & Winder, Ga.; West Monroe & Joyce, La.; Natchez & Clinton, Miss.; Richmond, Edinburg, Va.; Etowah & Memphis, Tenn.; Waukegan, Rockdale & Kankakee, Ill.; Huttig, Arkansas; Lewiston, Maine; North Billerica, Massachusetts; Nashua, New Hampshire; Laurinburg & Charlotte, North Carolina; Zelenople, Pennsylvania; Marshfield, Madison, Wisconsin; No Agua, N.M.; Antonio, Colo.; Tucson, Ariz.

Operating Groups:

Fiber Glass Group
Forest Products Group
Specialty Products Group

Transfer Agent(s):

Morgan Shareholder Services Trust Company
30 West Broadway
New York, New York 10007

Stock Exchange(s): New York, Midwest*, Pacific*, Boston*, Cincinnati*, Philadelphia*. * Unlisted trading privileges.

Ticker Symbol: QMAN

Sales & Earnings

	Net Sales +	Net Income
1986	\$ 1,920,262,000	\$ 81,228,000
1985	1,880,048,000	(45,067,000)
1984	1,814,184,000	77,227,000
1983	1,729,465,000	67,194,000
1982	1,684,585,000	(97,584,000)

	No. of Com. Shares	Earn. per Share \$
1986	24,000,833	\$ 2.34
1985	24,000,570	—
1984	24,000,242	2.18
1983	23,999,958	1.76
1982	23,989,513	—

(Loss)
+ Of continuing operations only.
Based on the average of shares outstanding.

Revenues by Line of Business (000's)

	1986	1985
Fiber glass prod.	\$ 806,792	\$ 800,101
Forest prod.	539,948	444,900
Specialty prod.	606,676	671,327
Interseg. sales	(33,154)	(36,280)
Total	\$ 1,920,252	\$ 1,880,048

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	\$ —	—	—
1985	—	—	—
1984	—	—	—
1983	—	—	—
1982	0.68	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1986	\$ 973,943,000	\$ 40.58
1985	878,226,000	36.99
1984	896,027,000	37.33
1983	830,864,000	34.62
1982	765,239,000	31.90

Income Account * (000's)

Year ended Dec. 31	1986	1985
Net sales	\$ 1,920,262	\$ 1,880,048
Cost of sales	1,451,786	1,472,766
Expenses	273,775	281,346
Interest expense	20,028	22,627
Asbestos health costs	11,176	51,571
Chap. XI costs	16,999	9,471
Restruc. charges	46,975	152,916
Other income	(38,805)	(63,432)
Inc. (loss) bef. taxes	\$ 138,328	\$ (47,217)
Income taxes (credit)	57,100	(2,150)
Net Income (Loss)	\$ 81,228	\$ (45,067)

* Included in Costs and Expenses, Depreciation and Depletion: \$89,676,000 in 1986 and \$24,306,000 in 1985.

Assets (000's)

As of Dec. 31	1986	1985
Cash	\$ 7,957	\$ 6,588
Marketable securities	436,716	313,762
Acct. receiv., net	291,524	313,812
*Inventories	153,202	153,383
Prepaid expenses	24,278	29,498
Current Assets	\$ 913,677	\$ 817,043
*Fixed assets	1,434,284	1,402,478
Defer. charges & other assets	165,382	173,726
Total Assets	\$ 2,513,343	\$ 2,393,247

Liabilities (000's)

Short-term debt	\$ 30,058	\$ 26,136
Accts. payable	92,712	84,429
Accruals	62,290	69,129
Accrued compen.	102,975	94,195
Taxes	16,358	12,132
Curr. Liabilities	\$ 304,393	\$ 286,021
Liab. sub. to chap. XI	575,464	577,913
Long-term debt	80,133	91,730
Other liabilities	117,943	114,777
Deferred inc. taxes	160,667	143,780
+Preferred stock	300,800	300,800
+Common stock	60,172	60,172
Add. paid-in capital	178,400	178,400
Retained earnings	748,695	667,469
Treasury stock	(11,248)	(25,731)
Cum. currency trans. adj.	(2,076)	(2,084)
Total Liabilities & Shareholders' Equity	\$ 2,513,343	\$ 2,393,247

* At lower of cost (principally LIFO) or market.
Less accumulated depreciation and depletion.
+ \$1 par value.
++ \$2.50 par value.

Statistical Summary

%Income bef. Taxes to Sales	7.20	—
%Net Income to Sales	4.23	—
%Net Income to Equity	8.34	—
Sales to Inventories	12.53	12.26
Debt to Equity	0.11	0.13
Working Capital	\$ 609,284,000	\$ 531,022,000
Current Ratio	3.00	2.96
Shareholders' Equity	\$ 973,943,000	\$ 878,226,000

The Marcade Group, Inc.

1372 Broadway
2nd Floor
New York, New York 10018
(212) 944-0877

Officers: Robert K. Lifton, co-chairman of the board & assistant secretary; Howard L. Weingrow, co-chairman of the board & assistant secretary; Charles S. Ramat, president & secretary; John Kuehn, treasurer, sr. v.p.-finance & administration & asst. secretary.

Directors: Robert K. Lifton, co-chairman; Howard L. Weingrow, co-chairman; William M. Lendman, Charles S. Ramat, David N. Schreiber, Herbert I. Wexler.

Business Activities: Manufactures a wide variety of women's clothing.

Divisions and Subsidiaries:

Marlene Industries Corporation
1372 Broadway
New York, New York 10018

Booth Bay Ltd.
Apparel manufacturer.

Transfer Agent(s):

Manufacturers Hanover Trust Company
P.O. Box 24935
Church St. Station
New York, New York 10249

Stock Exchange(s): New York

Ticker Symbol: MAR

Sales & Earnings

	Revenues +	Net Income #
1987	\$ 72,286,000	\$ 15,119,000
1986 *	69,084,000	(10,511,000)
1985	71,383,000	(21,934,000)
1984	140,217,000	(8,839,000)
1983	154,529,000	(8,156,000)

	No. of Com. Shares	Earn. per Share ‡
1987	9,266,354	\$ 1.39
1986 *	9,274,224	—
1985	9,274,824	—
1984	9,397,545	—
1983	9,349,430	—

(Loss)

* 53 weeks.

+ Of continuing operations only.

Including extraordinary gain of \$14,795,000 (\$1.36 per share) in 1987.

‡ Based on the weighted average number of common shares outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 188,000	\$ 0.02
1986	(14,922,000)	—
1985	(4,411,000)	—
1984	17,748,000	1.89
1983	26,447,000	2.83

(Deficiency)

‡ After allowing for preferred stock at liquidation values.

Income Account *
(000's)

Year ended	1/31/87	2/1/86 (53 weeks)
Revenues	\$ 72,286	\$ 69,084
Cost of sales	59,096	58,012
Expenses	10,073	13,715
Interest expense	2,591	3,479
Gain on dispos. of units	—	(1,653)
Inc. (loss) bef. taxes	\$ 526,000	\$ (6,669,000)
Income taxes	202,000	—
Inc. (loss)-cont. oper.	\$ 324,000	\$ (6,669,000)
Low-discont. oper.	—	(3,842,000)
Net Income (Loss)	\$ 324,000	\$ (10,511,000)
Extraord. gain	14,795,000	—
Net Income (Loss) & extraord. gain	\$ 15,119,000	\$ (10,511,000)

* Included in Costs and Expenses, Depreciation and Amortization: \$605,000 in 1987 and \$596,000 in 1986.

Assets
(000's)

As of	1/31/87	2/1/86
Cash	\$ 445	\$ 948
Assets to be disposed	—	1,500
Receivables	5,852	6,212
* Inventories	19,705	13,860
Prepaid expenses	677	734
Current Assets	\$ 26,679	\$ 23,254
* Fixed assets	3,006	2,656
Intangibles	5,583	—
Leasehold costs, rent, depts. & other assets	631	1,073
Total Assets	\$ 35,899	\$ 26,983

Liabilities

Notes payable	\$ 965	\$ 9,350
Long-term debt	333	21,484
Accts. payable	6,073	1,815
Accruals	4,916	5,288
Est. costs of dispos.	2,287	3,443
Curr. Liabilities	\$ 14,574	\$ 41,380
Long-term debt	13,737	525
Subord. Notes	2,000	—
Sr. convert. notes	2,000	—
+ Preferred stock	3,400	—
+ Common stock	954	954
Add. paid-in capital	4,005	4,005
Retained earnings (deficit)	(3,844)	(18,963)
Treasury stock	(927)	(918)
Total Liabilities & Shareholders' Equity	\$ 35,899	\$ 26,983

* At lower of cost or market by the retail method; mfg. inventories at lower of cost (FIFO) or market.
Less accumulated depreciation and amortization.
+ \$0.10 par value.

Statistical Summary

%Income bef. Taxes to Sales	0.73	—
%Net Income to Sales	0.45	—
%Net Income to Equity	9.03	—
Debt to Equity	4.19	—
Working Capital	\$ 12,105,000	\$ 12,105,000
Current Ratio	1.83	1.83
Shareholders' Equity (Deficiency)	\$ 3,588,000	\$ (14,922,000)

Mayfair Industries, Inc.

1407 Broadway
New York, New York 10018
(212) 921-1717

Officers: Burton I. Koffman, chairman of the board; Robert C. Postal, vice chairman & chief executive officer; Steven Chernick, president; Richard E. Koffman, executive v.p. & secretary; Frederick M. D'Amato, v.p.-finance & asst. secretary; Allan Igo, v.p. & national sales mgr.; Jerrold Robinson, dir.-licensing; Michael W. Katz, v.p. & treasurer; Jo Ann Marra, dir.-design & art.

Directors: Burton I. Koffman, chairman; Robert C. Postal, Steven Chernick, Richard E. Koffman, Arnold B. Gardner, David W. Fickler.

Business Activities: Designs, manufactures and distributes juniors', misses', and children's long and short sleeve casual pullover garments. The Company's products include a variety of sweatshirts, turtlenecks, T-shirts, one-piece dresses, night shirts and maternity and other oversized tops, which display the Company's original characterizations and graphic designs. Other Company products include acid dyed and stone washed jeans.

Trademarks and/or Brand Names: B.J. Frog, Jane Colby, Rrrribbit Rrrribbit, J.A.M., Quote-Me, Life Savers.

Plant Locations: Shoemakersville & Summit Hill, Pa.; Monteruma, Ga.

Acquisitions:

Manufacturers Direct Sales, Inc.
Markets a wide range of giftwares and garments primarily to airport and amusement park gift shops.

Pilgrim Industries, Inc.
Summit Hill, Pennsylvania
Manufactures children's sportswear with licenses for all Disney trademarked characters and California Raisins, among others.

Transfer Agent(s):

Manufacturers Hanover Trust Company
450 West 33rd Street
New York, New York 10001

Stock Exchange(s): Over-the-Counter

Ticker Symbol: MAYF (NASDAQ)

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 32,600,000	\$ 4,770,000
1986	25,885,000	2,370,000
1985	19,308,000	1,358,000
1984	10,706,000	109,000
1983	11,910,000	134,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	3,822,019	\$ 1.25
1986	2,980,247	0.80
1985	2,925,294	0.46
1984	2,925,294	0.04
1983	2,925,294	0.05

† Including extraordinary gains of \$2,110,000 (\$0.55 per share) in 1987 and \$295,000 (0.10 per share) in 1986.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Mayfair Industries, Inc.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 14,888,000	\$ 3.90
1986	10,551,000	3.54
1985	1,740,000	0.59
1984	382,000	0.13
1983	(1,631,000)	—

(Deficiency)

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account*

Year ended Dec. 31	1987	1986
Net sales	\$ 32,600,449	\$ 25,884,924
Cost of sales	22,414,035	18,074,895
Expenses	5,383,033	3,313,163
Interest expense	58,289	366,138
Loss of market secur.	152,779	—
Other income	(327,735)	—
Income before taxes	\$ 4,920,048	\$ 4,130,723
Income taxes	2,360,000	2,056,015
Net income	\$ 2,660,048	\$ 2,074,703
Extraord. gain	2,110,000	295,000
Net income & extraord. gain	\$ 4,770,048	\$ 2,369,703

* Included in Costs and Expenses, Depreciation and Amortization: \$122,343 in 1987 and \$76,161 in 1986.

Assets

As of Dec. 31	1987	1986
Cash	\$ 2,271,167	\$ 5,446,384
Accts. receiv., net	4,231,929	3,586,640
Inventories	8,547,649	3,739,680
Prepaid expenses	276,204	386,342
Current Assets	\$ 15,326,949	\$ 13,159,046
Fixed assets	1,419,670	270,319
License rights	1,557,814	—
Trademarks	441,780	474,035
Deposits	51,342	25,196
Market Secur.	1,397,248	—
Total Assets	\$ 20,194,803	\$ 13,928,597

Liabilities

Long-term debt, curr.	\$ 373,792	\$ 221,330
Accts. payable	3,173,941	1,366,573
Accrued compensation	675,701	766,770
Income taxes	86,921	237,444
Other current liabilities	713,378	534,197
Curr. Liabilities	\$ 5,023,733	\$ 3,126,314
Long term debt	282,623	251,001
+Common stock	37,547	36,500
Add. paid-in capital	9,123,010	9,014,070
Retained earnings	6,270,760	1,500,712
Treasury stock	(456,987)	—
Net unreal. loss on non-curr. secur.	(85,883)	—
Total Liabilities & Shareholders' Equity	\$ 20,194,803	\$ 13,928,597

* At lower of cost (FIFO) or market.

‡ Less accumulated depreciation and amortization.

+ \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	15.09	15.96
%Net Income to Sales	8.16	8.02
%Net Income to Equity	17.87	19.66
Sales to Inventories	3.81	6.92
Debt to Equity	0.04	0.04
Working Capital	\$ 10,303,216	\$ 10,032,712
Current Ratio	3.05	4.21
Shareholders' Equity	\$ 14,888,447	\$ 10,551,282

McRae Industries, Inc.

P. O. Box 726
Mount Oilead, North Carolina 27306
(919) 439-6147

Officers: Branson J. McRae, chairman, president & treasurer; D. Gary McRae, first v.p.; Victor A. Karam, v.p.-footwear; Thaddeus R. Tedder, secretary; Harold W. Smith, v.p.-finance & accounting; James W. McRae, v.p. & asst. secretary; Charles V. Rice, controller.

Directors: Branson J. McRae, chairman; Thaddeus R. Tedder, George M. Bruton, Brady W. Dickson, Victor A. Karam, D. Gary McRae, Harold W. Smith, Hilton J. Cochran, James W. McRae.

Business Activities: Manufactures combat boots for the U.S. armed forces, and camouflage pants, jackets and field coats primarily for the sporting goods market. In addition, the Company manufactures electronic systems and computer software, operates a restaurant and a lodging facility, sells and services photocopiers, operates a printing business, and is engaged in various financing and leasing activities.

Plant Location(s): Wadeville, Troy, and Raeford, North Carolina.

Divisions and Subsidiaries

Footwear Division
Racraft Apparel
Compco, Inc.
McRae Boot, Inc.
McRae Graphics, Inc.
Reprint Packaging, Inc.
Facts Business Equipment, Inc.
Sandhill Fabricators, Inc.
Hoke Development Company

Transfer Agent(s)

First Union National Bank
Securities Transfer Dept. CMG-5
Suite 450, UCD Building
212 South Tryon Street
Charlotte, North Carolina 28228

Stock Exchange(s): American

Ticker Symbols: MRI-A and MRI-B

Sales & Earnings

	Net Sales	Net Income
1987	\$ 27,982,457	\$ 2,253,050
1986	23,278,681	1,184,622
1985*	22,338,782	833,200
1984	15,558,625	(998,607)
1983	12,369,319	141,215

No. of Com. Shares ‡

	No. of Com. Shares ‡	Earn. per Share ‡
1987	2,675,654	\$ 0.84
1986	2,675,654	0.44
1985*	2,675,654	0.31
1984	2,675,654	—
1983	2,671,970	0.05

(Loss)

* 53 weeks.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1987	1986
Footwear & apparel mfg.	\$ 20,859,933	\$ 16,508,044
Elec. syst. develop. & sales	3,271,768	3,196,529
Financing & leasing	53,604	67,621
Food & lodging	614,767	616,982
Photocopier sales & leasing	3,182,885	2,889,305
Total	\$ 27,982,957	\$ 23,278,681

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.46	—	—
1986	0.10	—	—
1985	0.10	—	—
1984	—	—	—
1983	0.025	—	—

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 8,595,217	\$ 3.21
1986	6,971,912	2.61
1985	5,921,080	2.21
1984	5,221,679	1.95
1983	5,820,286	2.18

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account*

Year ended	8/1/87	8/2/86
Net revenues	\$ 27,982,957	\$ 23,278,681
Cost of sales	20,029,800	18,035,631
Expenses	3,519,804	2,996,936
Other income	(171,573)	(149,897)
Interest expense	146,331	184,765
Eq. in loss of invests	25,404	59,774
Income before taxes	\$ 4,432,991	\$ 2,151,472
Income taxes	2,167,063	966,650
Minority interest	12,878	—
Net income	\$ 2,253,050	\$ 1,184,822

* Included in Costs and Expenses, Depreciation: \$482,782 in 1987 and \$478,464 in 1986.

Assets

As of	8/1/87	8/2/86
Cash	\$ 937,522	\$ 80,169
Short-term invest.	713,214	12,570
Marketable securities	226,744	232,972
Accts. receiv., net	1,831,740	2,733,337
Inventories	4,171,985	3,482,746
Invest. in cap. leases	405,127	367,265
Prepaid expenses	86,546	123,497
Current Assets	\$ 8,372,878	\$ 7,032,556
Investment - rel. cos.	167,914	193,318
Notes receiv. - rel. cos.	408,574	365,187
Fixed assets	3,409,853	3,361,203
Invest. in cap. leases	597,468	401,047
Undeveloped land	196,920	196,920
Other assets	180,425	190,501
Total Assets	\$ 13,334,032	\$ 11,740,732

Liabilities

Notes payable	\$ 1,050,108	\$ 1,046,800
Long-term debt, curr.	72,445	190,118
Accts. payable	1,079,294	1,100,776
Accrued emp. benefits	647,365	475,519
Other accruals	736,841	669,005
Income taxes	361,873	78,971
Curr. Liabilities	\$ 3,947,926	\$ 3,561,189
Long-term debt	214,702	621,612
Deferred inc. taxes	563,309	586,019
Minority interest	12,878	—
+ Common stock:		
Class A	1,410,745	1,343,888
Class B	1,264,889	1,331,766
Add. paid-in capital	576,771	576,771
Retained earnings	5,342,792	3,719,487
Total Liabilities & Shareholders' Equity	\$ 13,334,032	\$ 11,740,732

* At lower of cost or market. Footwear inventories at LIFO, all others at FIFO.

‡ Less accumulated depreciation.

+ \$1 par value.

Statistical Summary

Sales	15.84	9.24
%Net Income to Sales	8.05	5.09
%Net Income to Equity	26.21	16.99
Sales to Investors	6.71	6.68
Debt to Equity	0.16	0.27
Working Capital	\$ 4,434,952	\$ 3,471,367
Current Ratio	2.12	1.97
Shareholders' Equity	\$ 8,595,217	\$ 6,971,912

Minnesota Mining and Manufacturing Company

3M Center
St. Paul, Minnesota 55144-1000
(612) 733-1110

Officers: Allen F. Jacobsen, chairman of the board & chief executive officer; L. D. Desimone, Industrial & Electronics Sector; Allan J. Huber, exec. v.p.-Commercial & Consumer Sector; M. J. Monteiro, exec. v.p.-international operations; Kenneth A. Schoen, exec. v.p.-Information & Imaging Technologies Sector; Jerry E. Robertson, exec. v.p.-Life Sciences Sector; Stanley W. Thiele, sr. v.p.-administrative services; Darrell H. Boyd, v.p.-Audio Visual and Commercial Graphics; William E. Coyne, v.p.-Health Care Group; Charlton Dietz, v.p.-legal affairs & general counsel; Ralph D. Ebbert, treasurer; Harry A. Hammerly, v.p.-Europe; Douglas R. Hanson, v.p.-Australia-Asia-Canada; George L. Hogg, v.p.-strategic planning services; Lester C. Krogh, v.p.-research & development; Joseph L. Kuba, v.p.-Tape & Automotive Group; Carl A. Kuhmeyer, v.p.-administration; Sidney M. Leahy, v.p.-Chemicals, Film & Allied Products Group; Ronald A. Mitach, v.p.-Traffic and Personal Safety Products Group; J. Marc Adam, v.p.-Consumer Products Group; Lawrence E. Eaton, v.p.-Memory Technologies Group; Deane R. Omon, v.p.-marketing and public affairs; Gerald G. Mueller, v.p.-engineering; Gerald D. Pust, v.p.-Electro-Telecommunications Group; Howard D. Pusch, v.p.-Abrasive Cleaning Products & Industrial Minerals Group; Joseph F. Ramey, v.p.-Commercial Markets Group; Roger W. Roberts, v.p.-Finance; Benjamin L. Shely, v.p.-Imaging Systems Group; Thomas P. Skoog, v.p.-Advertising Service Group; Christopher J. Wheeler, v.p.-human resources; Arlo D. Levi, secretary; JoAnn J. Bohne, asst. secretary; Raymond E. Johnson, asst. secretary; Thomas J. Lyons, asst. secretary; James A. Smith, asst. secretary; Roger P. Smith, asst. secretary; Dwight A. Peterson, asst. treasurer.

Directors: Joseph W. Barr, Charlton Dietz*, Lewis W. Lehr, Lee L. Morgan, Allen E. Murray, John G. Ordway, Jr., Norma T. Pace, Peter G. Peterson, J. Alexander McMahon, Allen F. Jacobsen*, Edward A. Brennan, L. D. Desimone*, Allan J. Huber*, M. J. Monteiro*, F. Alan Smith.

* Member of the Executive Committee

Business Activities: The Company's operations are organized into four sectors: Industrial and Electronic, Information and Imaging Technologies, Life Sciences, and Commercial and Consumer. In the textile area, the Company manufactures a waterproof, breathable fabric for sports apparel which is marketed under the Thinsulate brand, in addition to Thinsulate brand thermal insulation. Both products are sold to apparel manufacturers.

Textile Trademarks and/or Brand Names: Thinsulate, Thinsulate.

Operating Units

Industrial and Electronic

Abrasive, Cleaning Products and Industrial Minerals Group

Principal products include pressure-sensitive tapes; coated abrasives; low-density abrasives; adhesives, coatings and sealants; fluorochemicals; specialty films and chemicals; roofing granules; fastening systems; floor pads; floor maintenance products; non-slip surfacing materials; advanced ceramic materials; energy control products; decorative marking films; tape dispensing/application equipment; electric/electronic connectors; wiring and cabling products; insulating and conductive materials; flame-retardant mate-

rials; shielding and protective products; test and measuring products; and fiber-optic products and systems.
Chemicals, Film and Allied Products Group
Electro-Telecommunications Group
Tape and Automotive Group

Information and Imaging Technologies

Audio Visual and Commercial Graphics Group

Principal products include lithographic plates and films; color proofing systems; photographic films; x-ray films and screens; overhead projection systems; graphic film materials; digital image processing systems; micrographic products; audio, video and computer tapes; diskettes and data cartridges; dry silver films; and laser-based optical media.
Imaging Systems Group
Memory Technologies Group

Life Sciences

Health Care Group

Principal products include disposable diaper closures; garment insulation and specialty fabrics; respiratory protection products; traffic control materials and systems; surveillance and monitoring devices; security films; filtration systems; optical components; pharmaceuticals; surgical drapes and masks; tapes and dressings; wound closures; vision care products; casting materials; powered surgical instruments; dental materials; orthodontic products; electrodes; heart-lung machines; oxygenators; intravenous infusion systems; drug-delivery components; animal care products; diagnostic products; health information systems; surgical prepping solutions; skin and internal staplers; and stethoscopes.
Traffic and Personal Safety Products Group

Commercial and Consumer

Advertising Services Group

Principal products include household cleaning devices; chemical cleaners and protectors; window insulating systems; caulks; pressure-sensitive tapes; repositionable paper products; carbonless paper; coated abrasives; personal care products; outdoor advertising; print media advertising; shopping mall directories; computer software for publishers; and music/management systems.
Commercial Markets Group
Consumer Products Group

Transfer Agent(s)

Norwest Bank Minnesota, N.A. (common stock)
161 North Concord Exchange
P.O. Box 738
South St. Paul, Minnesota 55075

First Trust Company, Inc. (notes & debentures)
P.O. Box 64008
St. Paul, Minnesota 55164

Morgan Guaranty Trust Company of New York
(notes & debentures)
30 West Broadway
New York, New York 10007

Manufacturers Hanover Trust Company (notes & debentures)
40 Wall Street
New York, New York 10015

Stock Exchange(s): New York, Pacific, Midwest, Paris, Amsterdam, Switzerland, Germany, Tokyo

Ticker Symbol: MMM

Sales & Earnings

	Net Sales (000's)	Net Income (000's)
1987	\$ 9,429,000	\$ 918,000
1986	8,602,000	779,000
1985	7,846,000	664,000
1984	7,705,000	713,000
1983	7,039,000	667,000

	No. of Com. Shares	Earn. per Share \$
1987	227,492,799	\$ 4.02
1986	228,532,762	3.40
1985	229,144,774	2.89
1984	232,996,730	3.14
1983	234,470,043	2.84

† Includes other operating revenues.
‡ Based on the average number of shares outstanding adjusted to reflect stock split.

Revenues by Line of Business
(000's)

	1987	1986
Industrial & electronic	\$ 3,448,000	\$ 3,095,000
Information & imaging technologies	2,648,000	2,680,000
Life sciences	2,001,000	1,867,000
Commercial & consumer	1,317,000	1,199,000
Eliminations	5,000	1,000
Total	\$ 9,429,000	\$ 8,802,000

Common Stock

	Cash Dividend \$	Stock Dividend	Stock Split
1987	1.36	—	2-for-1
1986	1.80	—	—
1985	1.75	—	—
1984	1.70	—	—
1983	1.65	—	—

‡ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity (000's)	Equity Per Share \$
1987	\$ 5,060,000	\$ 22.24
1986	4,463,000	19.53
1985	4,008,000	17.49
1984	3,814,000	16.40
1983	3,498,000	15.77

‡ Adjusted to reflect stock split.

Income Account*
(000's)

Year ended Dec. 31	1987	1986
Net sales & revenue	\$ 9,429,000	\$ 8,602,000
Cost of sales	5,511,000	5,074,000
Expenses	2,338,000	2,118,000
Interest expense	95,000	106,000
Other income	(82,000)	(44,000)
Income before taxes	\$ 1,565,000	\$ 1,348,000
Income taxes	647,000	569,000
Net income	\$ 918,000	\$ 779,000

* Included in Costs and Expenses, Depreciation and Amortization: \$564,000,000 in 1987 and \$507,000,000 in 1986.

Assets
(000's)

As of Dec. 31	1987	1986
Cash & securities	\$ 594,000	\$ 545,000
Accts. receiv., net	1,615,000	1,442,000
*Inventories	1,770,000	1,854,000
Other assets	230,000	320,000
Current Assets	\$ 4,229,000	\$ 3,961,000
Investments	306,000	433,000
*Fixed assets	2,931,000	2,754,000
Other assets	365,000	200,000
Total Assets	\$ 8,031,000	\$ 7,348,000

Minnesota Mining and Manufacturing Company

Liabilities (000's)		
Short-term debt	\$ 264,000	\$ 411,000
Accts. payable	586,000	519,000
Accrued payroll	284,000	271,000
Income taxes	276,000	254,000
Other liab.	521,000	368,000
Curr. Liabilities	\$ 1,931,000	\$ 1,823,000
Long-term debt	435,000	436,000
Deferred inc. taxes	312,000	386,000
Other liabilities	293,000	240,000
+ Common stock	296,000	296,000
Retained earnings	5,195,000	4,734,000
Treasury stock	(383,000)	(313,000)
Con. translation	(48,000)	(234,000)
Total Liabilities & Shareholders' Equity	\$ 8,031,000	\$ 7,348,000

* At lower of cost (FIFO) or market (lower of replacement cost or realizable value).

Less accumulated depreciation.

+ No par value.

Statistical Summary		
% Income bef. Taxes to Sales	16.60	15.67
% Net Income to Sales	9.74	9.06
% Net Income to Equity	18.14	17.45
Debt to Equity	0.14	0.19
Working Capital	\$ 2,294,000,000	\$ 2,138,000,000
Current Ratio	2.19	0.19
Shareholders' Equity	\$ 5,060,000,000	\$ 4,463,000,000

Mohammad Farooq Textile Mills Ltd.

Finlay House

I.I. Chundrigar Road
P.O. Box 4628
Karachi, Pakistan

Directors: Mariam A.K. Sumar, chairperson; Mohammad Farooq Sumar, chief executive; Ghulam Ahmed Ismail, Mian Tariq Sayeed Saigol, Mohammad Mukhtar Sumar, Shahid Ghaffar, Sabiha Sumar, A. M. Peerbhoy, secretary.

Business Activities: The Company is engaged in the spinning and weaving of yarn.

Plant Location: Karachi, Pakistan.

Stock Exchange(s): Karachi, Pakistan.

Sales & Earnings		
	Net Sales	Net Income
1987	Ra 269,061,000	Ra 21,108,000
1986	218,015,000	8,416,000
1985	202,728,000	7,562,000
1984	192,299,000	19,000
1983	178,411,000	3,283,000
	No. of Com. Shares	Earn. per Share
1987	4,375,800	Ra 4.82
1986	1,683,000	5.00

Ra - Pak. rupees

Common Stock		
	Cash Dividend	Stock Dividend Split
1987	Ra 1.00	—

Common Stock Equity		
	Total Equity	Equity Per Share
1987	Ra 100,789,000	Ra 23.03
1986	46,863,000	27.84

Income Account * (000's)

Year ended Sept. 30	1987	1986
Net sales	Ra 269,061	Ra 218,015
Cost of sales	209,295	179,079
Expenses:		
Administrative	8,446	8,011
Sell. & distr.	10,105	6,301
Financial	10,077	12,431
Other income	(1,043)	(356)
Prior years' adjust.	(1,091)	—
Profit-sharing fund	1,664	663
Income before taxes	Ra 31,608	Ra 12,016
Income taxes	9,825	3,350
Welfare fund	875	250
Net Income	Ra 21,108	Ra 8,416

* Included in Costs and Expenses: Depreciation: Ra 6,854,000 in 1987 and Ra 7,484,000 in 1986.

Assets (000's)		
As of Sept. 30	1987	1986
Cash	Ra 28,476	Ra 12
Short-term prepayments	1,106	479
Short-term deposit	4,377	2,055
Accts. receiv., net	16,009	13,982
* Stocks	37,667	41,099
Stores & spares	13,598	11,420
Current Assets	Ra 101,233	Ra 69,047
Deposits, prepayments & def. costs	1,571	1,821
Capital work-in-progress	12,094	727
# Fixed assets	62,099	65,885
Total Assets	Ra 176,997	Ra 137,480

Liabilities (000's)		
	1987	1986
Export refinance loan	Ra 11,500	Ra 7,000
Running finances	—	17,234
Profit-sharing funds	2,213	1,263
Unsettled excise duty	6,957	6,957
Accts. payable & accruals	20,485	26,096
Income taxes	3,029	(1,116)
Welfare fund	815	260
Other current liabilities	322	307
Proposed dividend	4,276	—
Curr. Liabilities	Ra 49,697	Ra 58,001
Long-term debt	26,511	32,616
+ Common stock:		
Ordinary shares	34,629	12,750
Bonus shares	9,129	4,080
A/d. paid-in capital	15,315	—
Cap. reserve General reserve	33,375	23,375
Bonus shares issue	4,376	5,049
Unappropri. profit	3,965	1,609
Total Liabilities & Shareholders' Equity	Ra 176,997	Ra 137,480

* At lower of average cost and net realizable value.

Less accumulated depreciation.

+ Ra 10 par value.

Statistical Summary

% Income bef. Taxes to Sales	11.75	5.51
% Net Income to Sales	7.85	3.86
% Net Income to Equity	20.94	17.96
Sales to Inventories	7.14	5.30
Debt to Equity	0.38	0.85
Working Capital	Ra 51,536,000	Ra 11,046,000
Current Ratio	2.04	1.19
Shareholders' Equity	Ra 100,789,000	Ra 46,863,000

Mohasco Corporation

4401 Fair Lakes Court
Fairfax, Virginia 22033
(703) 968-9000

Officers: Herbert J. Broner, chairman of the board, president & chief executive officer; Charles M. Egan, exc. v.p.-furniture operations; David L. Kolb, exc. v.p.-carpet operations; Robert W. Overholtzer, v.p.-finance, controller & chief financial officer; Joseph P. Lamb, v.p.-human resources; Albert F. Smith, treasurer; Joseph P. Flanagan, secretary and gen. counsel.

Directors: Robert G. Loewy, Hester Turner, Stuart D. Watson*, Everett C. Reed*, Herbert J. Broner*, Larry W. McCurdy*, Allan R. Dragons, Allan J. Blostein, Frederick V. Malek, Raymond H. Marks.

* Member of the Executive Committee

Business Activities: Engaged in the interior furnishings industry, with broad interests in carpeting, furniture, distribution and furniture rentals. Its products include: carpets by Alexander Smith, Firth and Mohawk; furniture by Barcalounger, Chromcraft, Avon, Mosarch, Peters-Revington, Stratford, Stratoslounge, Super Sagless and Trend Line.

Carpet Trademarks and/or Brand Names: Alexander Smith, Mohawk, Firth, Mohasco.

Carpet Plant Location(s): Dillon, Liberty & Bennettsville, S.C.; Dublin, Ga.

Divisions and Subsidiaries:

Carpet Operations:

Mohasco Carpet Corporation

Furniture Operations:

Chromcraft Corporation

Senatobia, Mississippi

Mohasco Upholstered Furniture Corporation

New Albany, Mississippi

Peters-Revington Corporation

Delphi, Indiana

Super Sagless Corporation

Tupelo, Mississippi

Choice Seats Corporation

Fairfax, Virginia

Rental Operations:

Cort Furniture Rental Corporation

Fairfax, Virginia

Treasurer Agent(s):

Manufacturers Hanover Trust Company

450 West 33rd Street, 8th Floor

New York, New York 10001

Stock Exchange(s): New York, Pacific

Ticker Symbol: MOH

Sales & Earnings

	Net Sales + (000's)	Net Income (000's)
1987	\$ 806,900	\$ 12,700
1986	757,700	15,800
1985	760,100	17,100
1984	716,300	17,600
1983	643,800	13,100

	No. of Cons. Shares #	Earn. per Share ‡
1987	13,385,825	\$ 0.92
1986	13,825,613	1.15
1985	13,640,963	1.16
1984	15,163,734	1.15
1983	15,135,831	0.87

+ Includes other revenues.

Adjusted to reflect stock splits.

‡ Based on the average number of common shares outstanding adjusted to reflect stock splits.

Revenues by Line of Business
(000's)

	1987	1986
Carpet	\$ 299,720	\$ 297,182
Furniture	413,791	376,933
Rental	93,395	83,595
Total	\$ 806,906	\$ 757,710

Common Stock

	Cash Dividend ‡	Stock Dividend	Stock Split
1987	\$ 0.26	—	3-for-2
1986	0.22 2/3	—	3-for-2
1985	0.19 1/2	—	—
1984	0.16	—	—
1983	0.07	—	—

‡ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 229,000,000	\$ 17.11
1986	226,600,000	16.38
1985	212,900,000	15.58
1984	219,700,000	14.48
1983	204,400,000	13.50

‡ Adjusted to reflect stock splits.

Income Account*
(000's)

Year ended Dec. 31	1987	1986
Net sales & other revenues	\$ 806,906	\$ 757,710
Cost of sales	583,012	552,559
Expenses	168,002	161,631
Oper. profit	\$ 55,892	\$ 43,520
Interest expense	5,438	9,203
Loss on sale of subord.	10,053	—
Other expense (income)	(967)	363
Income bef. taxes	\$ 41,368	\$ 33,952
Income taxes	28,696	18,117
Net income	\$ 12,672	\$ 15,835

* Included in Costs and Expenses, Depreciation and Amortization: \$21,114,000 in 1987 and \$22,339,000 in 1986.

Assets
(000's)

As of Dec. 31	1987	1986
Cash & cash equiv.	\$ 2,301	\$ 1,011
Accts. & notes receiv., net	113,341	115,547
*Inventories	79,426	87,959
Prepaid expenses	17,067	17,715
Rental furniture	11,359	10,453
Current Assets	\$ 223,494	\$ 232,685
Rental furniture	45,588	40,539
*Fixed assets	98,712	103,361
Other assets	3,490	9,010
Total Assets	\$ 371,284	\$ 385,595

Liabilities
(000's)

Notes payable	\$ 7,800	\$ 6,435
Long-term debt, curr.	4,230	19,845
Accts. payable	38,354	35,037
Accruals	26,613	32,133
Income taxes	5,281	1,275
Current Liabilities	\$ 82,278	\$ 94,725
Long-term debt—	38,166	43,234
Other liabilities	8,281	8,573
Deferred inc. taxes	12,752	11,704
+ Redeem. pref. stock	—	—
3 1/2% series	252	252
4.20% series	544	544
+ Common stock	80,199	53,105
Add. paid-in capital	58	19,394
Retained earnings	182,414	179,675
Treasury stock	(33,660)	(25,611)
Total Liabilities & Shareholders' Equity	\$ 371,284	\$ 385,595

* At lower of cost (LIPO) or market.

‡ Less accumulated depreciation and amortization.

+ \$100 par value, cumulative.

++ \$5 par value.

Statistical Summary

% Income bef. Taxes to Sales	5.13	4.48
% Net Income to Sales	1.57	2.09
% Net Income to Equity	5.53	6.99
Sales to Inventories	10.16	8.61
Debt to Equity	0.22	0.19
Working Capital	\$ 141,216,000	\$ 137,960,000
Current Ratio	2.72	2.46
Shareholders' Equity	\$ 229,011,000	\$ 226,563,000

Monsanto Company

800 N. Lindbergh Boulevard
St. Louis, Missouri 63167
(314) 694-1000

Officers: Richard J. Mahoney, chairman & chief executive officer; Earle H. Harbison, Jr., president & chief operating officer; Nicholas L. Reding, exec. v.p.; Robert L. Berra, sr. vice president; Howard A. Schneiderman, sr. vice president; Harold J. Corbett, sr. vice president; Francis A. Strohle, sr. vp. & chief financial officer; Earl N. Branfield, group vice president; Robert G. Potter, group vice president; Richard W. Duesenberg, sr. v.p., secretary & general counsel; Leonard A. Cohn, vice president; S. Allen Heininger, vice president; Martin J. Kallen, vice president; Stewart D. Daniels, vice president; Richard A. Overton, vice president; David L. Sliney, vice president; Thomas H. Lafferre, vice president; James H. Senger, vice president; Lawrence B. Skatoff, v.p.-finance; B. Clare Harris, v.p. & controller; Juanita H. Hinshaw, treasurer.

Directors: Richard J. Mahoney*, chairman; John W. Hanley*, Donald C. Carroll, C.R. Dahl, Richard I. Fricke, Jean Mayer, Stansfield Turner, Howard M. Love, Buck Mickel, John B. Slaughter, Joan T. Bok, Earle H. Harbison,

Jr., John S. Reed, William D. Ruckelshaus, Marguerite R. Barnett.

* Member of the Executive Committee

Business Activities Engaged in the worldwide manufacture and sale of a diversified line of chemical and agricultural products, prescription pharmaceuticals, low-calorie sweeteners, industrial process control equipment, man-made fibers, plastics and electronic materials. Textile products include nylon staple fibers for carpets, Acrilan acrylic fibers used in the manufacture of socks, sweaters, upholstery, craft yarn and sweaters, and nylon filament with a variety of industrial and carpet-end uses.

Textile Trademarks and/or Brand Names: A-Acrilan, Acrilan, AstroTurf, Bi-Loft, Cerex, Chemstrand, Elura, SEF, Pa-Quel, So-Lara, Fi-Lana, Ultron, Wear-Dated, Remember.

Operating Units

Monsanto Agricultural Company
Monsanto Chemicals Company
Monsanto Electronic Materials Company
Fisher Controls International, Inc.
G.D. Searle & Co.
The NutraSweet Company

Subsidiaries & Affiliates

Hybritech Seed International Inc.
Basic genetic research to produce hybridized wheat.

Monsanto Enviro-Chem Systems, Inc.
Develops and markets engineered chemical facilities and pollution abatement systems.

Monsanto International Finance Company
Obtains funds abroad to help finance overseas expansion.

Monsanto Research Corporation
Conducts research for government agencies and for Monsanto; produces nuclear sources; operates a government-owned laboratory.

Monsanto Canada Ltd.
Manufactures chemicals and plastics.

Monsanto Argentina S.A.I.C.
Manufactures plastics and chemicals.

Industrias Resistol S.A. Mexico (39% interest)
Produces chemicals and plastics.

Monsanto Europe S.A. - Belgium
Manufactures plastics and chemicals in Belgium and conducts marketing activities throughout Europe.

Monsanto do Brasil S.A. - Brazil
Manufactures rubber chemicals and phosphates and process control equipment.

Societe Monsanto S.A. - France
Manufactures plastics.

Monsanto (Swiss) S.A.
Markets Monsanto products throughout Switzerland.

Monsanto (Deutschland) GmbH - West Germany
Markets Monsanto products.

Monsanto Australia Ltd.
Manufactures chemicals and plastics. Affiliate companies produce fluorocarbons and styrene monomer, synthetic latex products.

Mitsubishi Monsanto Chemical Company-Japan (49% interest)
Manufactures chemicals and plastics.

Monsanto Electronics Sendirian Berhad Malaysia
Silicon slicing and polishing.

Korag Company Limited (30% interest)
Manufactures agricultural chemicals.

Monsanto Company

Transfer Agent(s)

The First National Bank of Boston
Box 644
Boston, Massachusetts 02102

Stock Exchange(s): New York, Amsterdam, Brussels,
Frankfurt, Geneva, London, Paris, Zurich

Ticker Symbol: MTC

Sales & Earnings

	Net Sales (000's)	Net Income ‡ (000's)
1987	\$ 7,639,000	\$ 436,000
1986	6,879,000	433,000
1985	6,747,000	(98,000)
1984	6,491,000	439,000
1983	6,299,000	402,000

	No. of Com. Shares †	Earn. per Share ‡
1987	74,097,517	\$ 5.63
1986	77,639,089	5.55
1985	76,752,553	—
1984	78,281,026	5.42
1983	81,842,592	4.89

(Loss)
‡ Including extraordinary gains of \$30,000,000 (\$0.40 per share) in 1985, and \$33,000,000 (\$0.41 per share) in 1983.
† Adjusted to reflect stock split.
‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Revenues by Line of Business (000's)

	1987	1986
Agricultural products	\$ 1,305,000	\$ 1,153,000
Chemicals	3,856,000	3,548,000
Electronic materials	185,000	154,000
Flavor controls	749,000	645,000
NutraSweet	722,000	711,000
Pharmaceuticals	820,000	665,000
Corp. terms & eliminations	—	3,000
Total	\$ 7,639,000	\$ 6,879,000

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 2.75	—	—
1986	2.575	—	—
1985	2.45	—	—
1984	2.25	—	2-for-1
1983	2.075	—	—

+ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity (000's)	Equity Per Share †
1987	\$ 3,901,000	\$ 52.65
1986	3,781,000	48.69
1985	3,407,000	44.39
1984	3,634,000	46.42
1983	3,677,000	44.93

† Adjusted to reflect stock split.

Income Account^a (000's)

	1987	1986
Year ended Dec. 31		
Net sales	\$ 7,639,000	\$ 6,879,000
Cost of sales	4,735,000	4,344,000
Expenses	2,150,000	1,900,000
Oper. (loss)	\$ 734,000	\$ 635,000

	1987	1986
Other income	\$ 111,000	\$ 202,000
Total	\$ 845,000	\$ 837,000
Interest expense	172,000	201,000
Incl. int. taxes	\$ 673,000	\$ 636,000
Income taxes	237,000	203,000
Net Income	\$ 436,000	\$ 433,000

* Included in Costs and Expenses, Depreciation, Obsolescence and Depletion: \$679,300 in 1987 and \$790,000 in 1986.

	1987	1986
As of Dec. 31		
Cash	\$ 180,000	\$ 206,000
Marketable securities	43,000	68,000
Receiv., net	1,699,000	1,465,000
* Inventories	1,081,000	1,069,000
Current Assets	\$ 3,003,000	\$ 2,808,000
Investments & other assets	2,376,000	2,548,000
* Fixed assets	3,076,000	2,913,000
Total Assets	\$ 8,455,000	\$ 8,269,000

	1987	1986
Liabilities (000's)		
Accounts payable	\$ 527,000	\$ 460,000
Wages & commissions	145,000	133,000
Income & other taxes	101,000	157,000
Misc. accruals	488,000	577,000
Short-term debt	539,000	389,000
Current Liabilities	\$ 1,800,000	\$ 1,716,000
Long-term debt	1,564,000	1,630,000
Other liabilities	406,000	594,000
Deferred inc. taxes	584,000	548,000
+ Common stock	164,000	164,000
Add. paid-in capital	872,000	861,000
Accum. curr. adj.	100,000	(98,000)
Retained earnings	3,382,000	3,058,000
Treasury stock	(517,000)	(204,000)
Total Liabilities & Shareholders' Equity	\$ 8,455,000	\$ 8,269,000

* At lower of cost (domestic inventories at LIFO; all other at FIFO) or market.
‡ Less accumulated depreciation and depletion, etc.
+ \$2 par value.

Statistical Summary

	1987	1986
% Income bef. Taxes to Sales	8.81	9.25
% Net Income to Sales	5.71	6.29
% Net Income to Equity	11.18	11.45
Sales to Inventories	7.07	6.43
Debt to Equity	0.54	0.53
Working Capital	\$ 1,203,000,000	\$ 1,092,000,000
Current Ratio	1.67	1.64
Shareholders' Equity	\$ 3,901,000,000	\$ 3,781,000,000

Moonlite (Pak) Limited

725, Stock Exchange Building
Stock Exchange Road,
Karachi, Pakistan

Directors: Ahmed H.A. Dada, chairman; Umer H. Ismail, chief executive; Tar H. Ismail, Abdul Aziz T. Ismail, Ashraf T. Ismail, Sohail Umer, A.K.M. Sayeed, Muhammad Munawar.

Business Activities: Manufactures woven yarn, acrylic tufted blankets, synthetic tufted carpets and allied cotton and synthetic tufted products.

Subsidiary:

Moonlite Export Import Limited London (U.K.)

Stock Exchange(s): Karachi, Pakistan

Sales & Earnings

	Net Sales	Net Income
1987	Rs 124,130,076	Rs 2,529,547
1986	106,722,306	(2,002,372)
	No. of Com. Shares	Earn. per Share
1987	8,227,000	Rs 0.07
1986	8,227,000	—

(Loss)
Rs - Pak. rupees.

Common Stock Equity

	Total Equity	Equity Per Share
1987	Rs 13,964,483	Rs 1.70
1986	7,392,316	0.90

Income Account^a

	1987	1986
Year ended June 30		
Net sales	Rs 124,130,076	Rs 106,722,306
Cost of sales	105,920,026	93,327,260
Processing receipts	(1,119,945)	(1,512,388)
Expenses:		
Adm. & gen.	3,387,002	2,879,005
Sell. & distr.	2,058,790	2,231,386
Financial	11,651,122	10,965,718
Other income	(104,130)	(27,207)
Workers' profit sharing	116,620	—
Workers' welfare	70,439	—
Income (loss) before taxes	Rs 2,150,157	Rs (1,131,468)
Interest	(408,486)	—
Income taxes	29,091	870,904
Net Income (Loss)	Rs 2,529,547	Rs (2,002,372)

* Included in Costs and Expenses, Depreciation: Rs2,544,603 in 1987 and Rs2,169,019 in 1986.

Assets

	1987	1986
As of June 30		
Cash	Rs 263,635	Rs 978,439
Loans, advances & deposits	5,833,454	4,716,790
Accts. receiv., net	23,585,331	18,832,656
* Stocks	51,922,136	30,931,150
Spare & loose tools	1,808,019	1,846,040
Current Assets	Rs 83,412,575	Rs 77,305,075
Investments	76,922	76,922
Loans & advances	720,102	571,122
Deposits	102,765	99,240
* Fixed assets	46,302,031	40,051,256
Total Assets	Rs 130,614,395	Rs 118,103,615

Liabilities

	1987	1986
Short-term debt	Rs 49,663,322	Rs 46,220,907
Long-term debt, curr.	4,939,522	1,660,358
Accts. payable	13,520,694	11,757,596
Accruals	2,134,178	1,427,187
Accrued interest	5,549,584	4,150,697
Each. risk fee pay.	39,896	64,150
Custom duty pay.	2,577,577	5,164,270
Profit-sharing fund	116,620	—
Welfare fund	70,439	—
Unclaimed dividend	48,804	30,949
Other current liabilities	17,403	193,039
Current Liabilities	Rs 78,898,039	Rs 70,719,153

Long-term debt	32,078,358	35,144,837
Deferred gratuity	3,373,515	2,547,309
Deferred inc. taxes	2,300,000	2,300,000
+ Common stock	8,227,000	8,227,000
Reserve	1,100,000	1,100,000
Retained earnings (deficit)	594,863	(1,934,684)
Right shares subscrip.	4,042,620	—

Total Liabilities & Shareholders' Equity	Ra 130,614,395	Ra 118,103,615
--	----------------	----------------

* At lower of cost and net realizable value.

Less accumulated depreciation.

+ Ra 10 par value.

Statistical Summary

% Income bef. Taxes to Sales	1.73	—
% Net Income to Sales	2.04	—
% Net Income to Equity	18.11	—
Sales to Inventories	2.39	2.10
Debt to Equity	6.21	11.23
Working Capital	Ra 4,514,536	Ra 6,585,922
Current Ratio	1.06	1.09
Shareholders' Equity	Ra 13,964,483	Ra 7,392,316

Movie Star, Inc.

392 Fifth Avenue
New York, New York 10018
(212) 563-3000

Officers: Irwin Goldberger, chairman & president; Gary Goldberger, v.p.; Michael Goldberger, v.p.; Enrico Varani, v.p.-sales; Russell Ladner, v.p.-mfg.; Charles Heilbroner, v.p.-operations; Neil S. Rothfeld, exec. v.p., treasurer & secretary; I. Robert Harris, asst. secretary.

Directors: Joseph C. Fox, Irwin Goldberger, Mollie Kaufman, Irwin J. Gusman, Neil S. Rothfeld, I. Robert Harris, Saul S. Silverman, Burton Rubin.

Business Activities: Designs, manufactures and markets lingerie and loungewear, producing daywear, sleepwear and loungewear under the names Movie Star (lingerie), Movie Star Loungewear, Cinema Etotie, and Cine Star. The Irwin B. Schwabe division manufactures men's work and leisure shirts which are principally sold to Sears Roebuck & Co.

Trademarks and/or Brand Names: Movie Star, Movie Star Loungewear, Movie Starlet, Cinema Etotie, Cine Star, Betty Boop.

Plant Locations: Poplarville, Purvis, Ellsville, Sumrall, Lumberton, New Albany, Ackerman, Sardia, Hickory Flat, Paden, Ecru, Miss.; San Sebastian, Puerto Rico.

Divisions:

Irwin B. Schwabe
Cinema Etotie
Cine Star

Transfer Agent(s):

The Chase Manhattan Bank
New York, New York

Stock Exchange(s): American.

Ticker Symbol: MVSA

Sales & Earnings

	Net Sales	Net Income
1986	\$ 72,717,000	(2,016,000)
1985	77,001,000	774,000
1984	75,717,000	1,545,000
1983	63,347,000	636,000
1982	66,150,000	1,154,000

	No. of Com. Shares ‡	Earn. per Share ‡
1986	834,600	\$ —
1985	834,600	0.93
1984	834,600	1.85
1983	834,600	0.76
1982	834,600	1.38

(Loss)

‡ Based on the average number of Class A and Class B common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	\$ —	—	—
1985 Class A	0.45	—	—
1984 Class A	0.60	—	—
1983 Class A	0.60	—	—
1982 Class A	0.60	—	—

Common Stock Equity

	Total Equity	Equity Per Share ‡
1986	\$ 17,838,000	\$ 21.37
1985	19,854,000	23.79
1984	19,456,000	23.31
1983	18,412,000	22.76
1982	18,277,000	21.90

‡ Based on the average number of Class A and Class B common shares and common share equivalents outstanding.

Income Account *

Year ended	5/31/86	6/1/85
Net sales	\$ 72,717,000	\$ 77,001,000
Cost of sales	57,639,000	59,610,000
Expenses	16,443,000	15,822,000
Interest expense	1,821,000	1,972,000
Other expense (income)	166,000	(1,273,000)
Income (loss) before taxes	\$ (3,352,000)	\$ 870,000
Income taxes (credit)	(1,336,000)	96,000
Net Income (Loss)	\$ (2,016,000)	\$ 774,000

* Included in Costs and Expenses, Depreciation and Amortization: \$930,000 in 1986 and \$828,000 in 1985.

Assets

As of	5/31/86	6/1/85
Cash	\$ 2,499,000	\$ 2,381,000
Accts. receiv., net	6,554,000	7,681,000
Inventories	21,036,000	27,476,000
Prepaid expenses	1,886,000	1,989,000
Current Assets	\$ 31,975,000	\$ 39,527,000
# Fixed assets	8,066,000	7,310,000
Sundry assets	559,000	888,000
Total Assets	\$ 40,600,000	\$ 47,725,000

Liabilities

Notes payable	\$ 14,300,000	\$ 16,600,000
Long-term debt, curr.	798,000	1,275,000
Accts. payable	3,805,000	5,786,000
Accruals	1,909,000	2,158,000
Curr. Liabilities	\$ 21,012,000	\$ 25,819,000

Long-term debt	1,412,000	1,562,000
Deferred compensation	338,000	490,000
+ Common stock:		
Class A	449,000	449,000
Add. paid-in capital	1,537,000	1,537,000
Retained earnings	16,463,000	18,479,000
Treasury stock	(611,000)	(611,000)

Total Liabilities & Shareholders' Equity	\$ 40,600,000	\$ 47,725,000
--	---------------	---------------

* At lower of cost (FIFO) or market.

Less accumulated depreciation and amortization.

+ \$0.50 par value.

Statistical Summary

% Income bef. Taxes to Sales	—	1.13
% Net Income to Sales	—	1.01
% Net Income to Equity	—	3.90
Sales to Inventories	3.46	2.80
Debt to Equity	0.94	0.98
Working Capital	\$ 10,963,000	\$ 13,708,000
Current Ratio	1.52	1.53
Shareholders' Equity	\$ 17,838,000	\$ 19,854,000

Munsingwear, Inc.

724 North First Street
Minneapolis, Minnesota 55401
(612) 340-4700

Officers: Lawrence L. Horach, chairman & chief exec. officer; William W. Compton, president & chief operating officer; Garnett D. Elliott, Jr., v.p. & president-Form-O-Uth, Inc.; Lowell M. Fisher, Jr., v.p.-planning & business development; Don C. Harralson, president-Princeton Hosiery Mills, Inc.; Michael Kagan, sr. v.p.-finance; Peter W. Lilienthal, asst. v.p.-administration, secretary & treasurer; Herbert S. McMullen, v.p. & president-Vasarette Division; Michael J. Shannon, v.p.-management information systems; Allen Spector, president-Shirtmate Apparel Group Ltd.; Gerald E. Magnuson, asst. secretary.

Directors: Lawrence L. Horach, Gerald E. Magnuson, Sandra W. Meyer, Allen Spector.

Business Activities: Engaged in the production and sale of loungewear, sleepwear, underwear and sportswear for men, boys and women.

Trademarks and/or Brand Names: Munsingwear, Vasarette, Grand Slam, Penguin, Penguin Design, Force, Munsingwear Slammers, Cotton Classics, Quintessence, Satin Kiss, CuddleSoft, Elustra, Sheet Beginnings, Franky Feminine, Secret Self, Band-Abouts, Satinessence, Kangaroo, For You the Contemporary Vasarette, Translucence, Underneath It All, Crepekon, Swimbodies, Second Glimpse, Velvour, The Feelbetter Fit, Match, Sweet Baby Jane, Como Diffusion, Le Roi, The Northwestern Knitting Company, Lace Artistry Sensuette, Barelings, Fred David, Quelque Chose, Oblique, Balhazar.

Plant Locations: Memphis, Tenn.; Athens & McAllen, Tex.; Guin & Hamilton, Ala.; Minneapolis, Minn.; Hominy, Okla.; Ashland, Wis.; Fairmont & Red Springs, N.C.; Cadiz & Princeton, Ky.; Bell Buckle & Murfreesboro, Tenn.; Montreal, Canada; Matehuala, La Paz & Reynosa, Mexico; San Salvador, El Salvador.

Divisions:

Vasarette Division
Memphis, Tennessee
Products include lingerie, sleepwear, robes, loungewear, bra, girdles, swimsuits and Vasarette juniors.

Men's Apparel Division
Minneapolis, Minnesota
Products include underwear, sleepwear, loungewear, robes, golf shirts, sport shirts, hosiery, jackets, slacks, tenniswear and sweaters.

Outlet Store Division
Minneapolis, Minnesota
Operates 18 retail outlet stores throughout the U.S. which primarily sell overstocked and irregular merchandise.

Munsingwear, Inc.

Subsidiaries

Form-O-Uth, Inc.

McAllen, Texas

Manufactures private label women's intimate apparel as well as women's swimwear and bodywear.

Shirtmate Apparel Group Ltd.

Montreal, Canada

Designs, manufactures and distributes women's junior sportswear under the Sweet Baby Jane label and women's contemporary clothing under the Como Diffusion label.

Princeton Hosiery Mills

Princeton, Kentucky

Designs, manufactures and distributes children's hosiery, sleepwear and footwear under the Le Roi label.

Transfer Agent(s)

Continental Illinois National Bank and Trust Company

of Chicago

P.O. Box 2900

Loop Station

Minneapolis, Minnesota 55402

Stock Exchange(s): New York

Ticker Symbol: MUN

Sales & Earnings

	Net Sales +	Net Income ‡
1987	\$ 198,427,000	\$ (23,071,000)
1986	147,851,000	3,651,000
1985	114,247,000	3,020,000
1984	92,645,000	3,993,000
1983	93,094,000	2,713,000

No. of Com.
Shares †

Earn. per
Share #‡

1987	4,876,258	\$ —
1986	4,794,590	0.79
1985	3,854,229	0.74
1984	3,800,316	0.69
1983	5,694,594	0.47

(Loss)

+ Of continuing operations only.

‡ Including extraordinary gains of \$776,000 (\$0.17 per share) in 1986, \$529,000 (\$0.13 per share) in 1985, \$3,894,000 (\$0.68 per share) in 1984 and \$1,042,000 (\$0.18 per share) in 1983.

† Adjusted to reflect stock splits.

Based on the weighted average number of common shares outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	—
1986	—	—	3-for-2
1985	—	—	2-for-1

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 23,484,000	\$ 4.82
1986	45,301,000	9.49
1985	31,435,000	8.16
1984	28,215,000	7.42
1983	28,172,000	4.95

‡ Adjusted to reflect stock splits.

Income Account*

(000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 198,427	\$ 147,851
Cost of sales	163,208	104,455
Expenses	33,022	38,187
Royalty income	(791)	(679)
Interest expense	4,693	2,269
Non-recurr. loss	—	—
(gains)	96	604
Gain on sale of trademarks	—	(2,075)
Relocation of headquarters	1,383	425
Income (loss) before tax	\$ (23,184)	\$ 4,665
Income taxes (credit)	(113)	1,790
Net income (loss)	\$ (23,071)	\$ 2,875
Extraord. gain	—	776
Net income (loss) & extraord. gain	\$ (23,071)	\$ 3,651

* Included in Costs and Expenses, Depreciation and Amortization: \$3,477,000 in 1987 and \$2,022,000 in 1986.

Assets

(000's)

As of Dec. 31	1987	1986
Cash	\$ 1,349	3,487
Receiv., net	23,172	25,588
*Inventories	34,451	43,317
Prepaid expenses	2,119	4,082
Current Assets	\$ 61,091	\$ 76,474
*Fixed assets	17,341	18,644
Other assets	16,582	17,951
Total Assets	\$ 95,014	\$ 113,069

Liabilities

(000's)

Short-term borrowings	\$ 14,130	\$ 9,698
Long-term debt, curr.	2,063	2,203
Accts. payable	7,783	6,722
Accruals	7,456	7,803
Curr. Liabilities	\$ 31,432	\$ 26,426
Long-term debt	38,075	40,131
Deferred income	2,023	1,011
+Common stock	6,746	6,663
Add. paid-in capital	25,439	24,785
Retained earnings (deficit)	(3,296)	19,775
For. curr. trans. adj.	520	55
Treasury stock	(5,945)	(5,777)
Total Liabilities & Shareholders' Equity	\$ 95,014	\$ 113,069

* At lower of cost (LIFO) or market.

Less accumulated depreciation and amortization.

+ \$5 par value.

Statistical Summary

%Income bef. Taxes to Sales	—	3.16
%Net Income to Sales	—	1.94
%Net Income to Equity	—	6.37
Sales to Inventories	5.76	3.4
Debt to Equity	2.31	1.1
Working Capital	\$ 29,659,000	\$ 30,048,000
Current Ratio	1.94	2.79
Shareholders' Equity	\$ 23,484,000	\$ 45,301,000

Nantucket Industries, Inc.

105 Madison Avenue
New York, New York 10016
(212) 889-5656

Officers: George Gold, chairman of the board, chief executive officer & treasurer; Donald D. Gold, president & secretary; Theresa M. Bohnenberger, v.p.-production; Drew F. Wofford, v.p.-operations; Richard S. Tretter, v.p.-finance.

Directors: George Gold, chairman; Donald D. Gold, Philip Gold, Theresa M. Bohnenberger, Drew Wofford, Robert M. Rosen, Lawrence H. Bober.

Business Activities: Manufactures and markets men's popular priced fashion undergarments and ladies' popular priced panties and panty hose.

Trademarks and/or Brand Names: Brut by Faberge, Ralph Lauren, Hot Sox, Geoffrey Berne, Chippendale, Seem free.

Plant Location(s)

Cartersville, Georgia; Randieman, North Carolina.

Divisions and Subsidiaries

Men's Division
Nantucket Hosiery Mills Corp.

Transfer Agent(s)

State Street Bank and Trust Company
Boston, Massachusetts

Stock Exchange(s): American

Ticker Symbol: NAN

Sales & Earnings

	Net Sales	Net Income
1988	\$ 54,255,000	\$ (1,127,000)
1987	51,515,000	(1,695,302)
1986	50,164,000	1,890,490
1985	37,444,000	1,308,933
1984 *	32,137,000	1,726,558

No. of Com.
Shares +

Earn. per
Share #

1988	2,651,135	\$ —
1987	2,653,435	—
1986	2,717,995	0.69
1985	2,755,444	0.47
1984 *	2,787,747	0.75

(Loss)

* 53 weeks.

+ Adjusted to reflect stock dividend and stock split.

Based on the average number of common shares and common share equivalents outstanding adjusted to reflect stock dividend and stock split.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1988	—	—	—
1987	—	—	—
1986	—	15%	—
1985	—	—	—
1984	—	—	5-for-4

Common Stock Equity

	Total Equity	Equity Per Share +
1988	\$ 10,455,479	\$ 3.94
1987	11,597,602	4.37
1986	13,742,058	5.06
1985	12,152,232	4.41
1984	11,047,199	3.96

+ Adjusted to reflect stock dividend and stock split.

Income Account *

Year ended	2/27/88	2/28/87
Net sales	\$ 54,255,035	\$ 51,513,333
Cost of sales	47,470,084	45,967,168
Expenses	7,234,102	7,365,596
Interest expense	1,562,046	1,193,541
Loss bef. taxes	\$ (2,011,197)	\$ (3,010,972)
Tax credit	(884,227)	(1,315,670)
Net Loss	\$ (1,126,970)	\$ (1,695,302)

* Included in Costs and Expenses, Depreciation: \$851,700 in 1988 and \$760,041 in 1987.

Assets

As of	2/27/88	2/28/87
Cash	\$ 1,080,590	\$ 1,088,959
Accounts receivable	8,957,903	8,370,304
* Inventories	10,990,915	12,681,378
Refund. inc. taxes	1,332,971	2,235,038
Prepaid expenses & other assets	343,922	512,483
Current Assets	\$ 22,706,261	\$ 24,888,162
* Fixed assets	9,803,561	10,044,450
Other assets	554,170	744,861
Intangibles	921,272	924,427
Total Assets	\$ 33,985,264	\$ 36,601,900

Liabilities

Long-term debt, curr.	\$ 1,193,644	\$ 953,884
Accts. payable	3,750,226	4,616,999
Accrued payroll	622,065	946,544
Accruals	1,181,534	911,208
Curr. Liabilities	\$ 6,747,469	\$ 7,428,635
Long-term debt	15,457,690	16,262,833
Deferred inc. taxes	1,324,606	1,312,830
+ Common stock	282,985	282,985
Add. paid-in capital	9,306,253	9,306,253
Retained earnings	1,916,955	3,043,925
Treasury stock	(1,050,714)	(1,035,561)
Total Liabilities & Shareholders' Equity	\$ 33,985,264	\$ 36,601,900

* At lower of cost (FIFO) or market.
Less accumulated depreciation.
+ \$0.10 par value.

Statistical Summary

Sales to Inventories	4.94	4.06
Debt to Equity	1.59	1.48
Working Capital	\$ 15,958,772	\$ 17,459,527
Current Ratio	3.37	3.35
Shareholders' Equity	\$ 10,455,479	\$ 11,597,602

Nanyang Cotton Mill, Ltd.

1830 Swire House, Hong Kong
5-224147

Directors: The Lord Kadoorie, chairman; Y. C. Wang, managing director; H. C. Yung, general manager; Lincoln Yung, Michael Wang, W. T. Grimdale.

Business Activities: Manufactures yarn, piecegoods, and a variety of garments. Also engages in textile trading.

Subsidiaries:

Commonwealth Garments Co. Ltd.
Hong Kong
Garment trading and manufacturing.

Peninsular Yarn & Fabric Merchandising Ltd.
Hong Kong
Textile trading.

Kamunting Garments Sdn. Bhd.
Malaysia
Garment manufacturing.

Island Dyeing & Printing Co. Ltd. (30% interest)
Hong Kong
Dyeing and printing.

Southern Textile Co. Ltd. (45% interest)
Shenzhen
Spinning.

Sampaguita Garment Corporation (40% interest)
The Philippines
Garment manufacturing.

Diamensfield Ltd. (40% interest)
Hong Kong
Garment trading.

Registrar and Transfer Office:

Registered Office (Hong Kong) Ltd.
803, Wing On Centre
111 Connaught Road Central, Hong Kong

Stock Exchange(s): Hong Kong

Sales & Earnings x		
1986	\$ 230,793,000	\$ 35,805,000
1985	201,691,000	17,427,000

	No. of Com. Shares	Earn. per Share
1986	2,500,000	\$ 14.32
1985	2,500,000	6.97

x All figures stated in Hong Kong dollars.

Revenues by Line of Business

	1986	1985
Textile trading	\$ 160,170,000	N.A.
Garment trading & mfg.	44,580,000	N.A.
Property investment	6,557,000	N.A.
Investment holding	17,446,000	N.A.
Total	\$ 230,793,000	N.A.

N.A. - Not Available.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	\$ 17.00	—	—
1985	4.00	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1986	\$ 315,937,000	\$ 126.37
1985	323,008,000	129.20

Income Account
(000's)

Year ended	1986	1985
Dec. 31		
Net sales	\$ 230,793	\$ 201,691
Cost of sales & expenses	187,198	183,690
Depreciation	10,058	10,057
Directors' expenses	8,708	6,365
Auditors' expenses	590	379
Interest expense	3,984	3,800
Loss (gain) or dispos.	1,517	(76)
Provisional fund	4,093	—
Prov. for decrease in value of secur.	2,480	363
Rental income	(2,098)	(2,011)
Dividend income	(1,473)	(6,724)
Interest income	(5,782)	(5,852)
Each. gain	(6,051)	(4,016)
Profit on sale of invest.	(11,250)	(3,531)
Income before taxes	\$ 39,019	\$ 19,147
Income taxes	3,214	2,102
Minority interest	—	(382)
Net Income	\$ 35,805	\$ 17,427

Assets
(000's)

As of	1986	1985
Dec. 31		
Cash	\$ 51,354	\$ 43,134
Short term-invest.	2,316	—
Marketable securities	95,922	69,660
Accts. receiv. net	41,689	26,548
* Inventories	24,014	24,253
Current Assets	\$ 215,295	\$ 163,595
Investments	6,529	15,186
Assoc. companies	33,418	36,260
* Fixed assets	100,230	104,789
Prop. under develop.	69,721	69,293
Intangibles	1,758	2,065
Total Assets	\$ 426,971	\$ 391,188

Liabilities
(000's)

Long-term debt, curr.	\$ 8,155	\$ 5,234
Accts. payable & accruals	38,661	22,763
Proposed dividend	37,900	10,000
Curr. Liabilities	\$ 84,716	\$ 37,997
Long-term debt	26,718	30,183
+ Common stock	25,000	25,000
Reserves	290,937	298,008
Add. paid-in capital	—	—
Total Liabilities & Shareholders' Equity	\$ 426,971	\$ 391,188

* At lower of cost and net realizable value.
Less accumulated depreciation.
+ \$10 par value.

Statistical Summary

% Income bef. Taxes to Sales	16.91	9.49
% Net Income to Sales	15.51	8.64
% Net Income to Equity	11.33	5.40
Sales to Inventories	9.61	8.32
Debt to Equity	0.11	0.11
Working Capital	\$ 130,979,000	\$ 125,598,000
Current Ratio	2.55	4.31
Shareholders' Equity	\$ 315,937,000	\$ 323,008,000

National Service Industries, Inc.

1180 Peachtree Street, N.E.
Atlanta, Georgia 30309
(404) 892-2400

National Service Industries, Inc.

Officers: Erwin Zaban, chairman of the board; Sidney Kirchner, president & chief executive officer; Don W. Hubble, group v.p.; Robert H. Creviston, sr. v.p.-finance & treasurer; Henry R. Drensel, Jr., v.p.-taxes; David Levy, sr. v.p., secretary & counsel; John A. Bostater, controller; Herbert P. Brown, v.p.-information services; Walter H. Buco, v.p.-insurance; S. Booker Carter, sr. asst. secretary & associate counsel; Robert J. Mello, v.p.-auditing; Helen Drake, asst. controller; Donald A. Hundey, asst. secretary-employee benefits; Carol Ellis Morgan, asst. secretary & asst. counsel; Richard M. Schmidt, asst. secretary-safety; William E. Stratton, asst. secretary-claims administration; Kenneth A. Speer, asst. treasurer-data processing operations; Gna Strassburger, asst. treasurer-systems development; Judy Wallace, asst. treasurer-investments; Margaret Shaffer, asst. treasurer-taxes.

Directors: Erwin Zaban, chairman; Robert H. Creviston, David C. Garrett, Jr., William C. Hatcher, Jesse Hill, Jr., Robert M. Holder, Jr., Sidney Kirchner, Milton N. Weinstein, Thomas R. Williams, John L. Clendenin, David Levy, Gloria M. Shatto.

Business Activities: The Company's textile/apparel activities are conducted by the Men's Apparel Division which manufactures popularly priced men's sportswear including knit and woven sport shirts, sweaters and jackets, usually under house labels.

Plant Locations: Wilmington & Beaufort, North Carolina; Santiago, Dominican Republic.

Trademarks and/or Brand Names: Chapel Hill, Boulevard, Directions, Sprint, Sunforce.

Apparel & Textile Divisions:

Transfer Agent(s):

Wachovia Bank and Trust Company, N.A.
Corporate Trust Department
P.O. Box 3001
Winston-Salem, North Carolina 27102
(919) 770-4994

Stock Exchange(s): New York

Ticker Symbol: NSI

Sales & Earnings

	Net Sales & Serv. Revs.	Net Income
1987	\$ 1,326,858,000	\$ 75,690,000
1986	1,282,922,000	71,341,000
1985	1,191,205,000	67,661,000
1984	1,073,105,000	61,506,000
1983	936,390,000	55,374,000
	No. of Com. Shares #	Earn. per Share \$
1987	49,278,000	1.54
1986	49,280,000	1.45
1985	49,277,000	1.37
1984	49,273,000	1.25
1983	49,263,000	1.12

Based on the weighted average number of shares outstanding adjusted to reflect stock splits.

Revenues by Line of Business (000's)

	1987	1986
Lighting equip.	\$ 339,384	\$ 322,056
Lines & indust.		
uniform serv.	294,482	282,396
Chemical	183,614	172,176
Other	289,378	306,294
Total	\$ 1,326,858	\$ 1,282,922

Common Stock

	Cash Dividend \$	Stock Dividend #	Stock Split
1987	\$ 0.62	—	3-for-2
1986	0.54	—	4-for-3
1985	0.49	—	—
1984	0.43	—	3-for-2
1983	0.39	—	—

Adjusted to reflect stock splits.

Common Stock Equity *

	Total Equity	Equity Per Share #
1987	\$ 508,219,000	\$ 10.12
1986	462,907,000	9.29
1985	417,958,000	8.39
1984	373,996,000	7.52
1983	334,380,000	6.71

* Excludes amounts recorded for goodwill and restrictive covenants.

Adjusted to reflect stock splits.

Income Accounts * (000's)

Year ended Aug. 31	1987	1986
Net sales & serv. revs.	\$ 1,326,858	\$ 1,282,922
Cost of sales	849,708	814,507
Expenses	350,641	340,582
Interest expense	4,149	3,999
Other income	(10,030)	(3,507)
Income before taxes	\$ 132,390	\$ 127,341
Income taxes	56,700	56,000
Net income	\$ 75,690	\$ 71,341

* Included in Costs and Expenses, Depreciation and Amortization: \$27,333,000 in 1987 and \$26,707,000 in 1986.

Assets (000's)

As at Aug. 31	1987	1986
Cash & short-term invest.	\$ 122,857	\$ 101,379
Accts. receiv., net	171,385	159,691
* Inventories	152,006	146,991
Liases in serv.	40,533	37,684
Prepayments	5,754	6,851
Prepaid income taxes	26,909	20,607
Current Assets	\$ 519,444	\$ 473,210
* Fixed assets	202,661	202,221
Goodwill & restric. covenants	9,758	5,002
Other assets	28,455	29,943
Total Assets	\$ 760,318	\$ 710,376

Liabilities (000's)

Long-term debt, curr.	\$ 1,443	\$ 903
Accts. payable	52,494	50,660
Accrued payroll	29,485	29,063
Other accruals	31,136	37,409
Curr. Liabilities	\$ 114,558	\$ 118,035
Tax benefit liab.	12,042	9,794
Long-term debt	21,466	21,857
Deferred inc. taxes	104,033	97,783
+ Common stock	57,919	38,614
Retained earnings	485,034	459,027
Treasury stock	(34,734)	(34,734)
Total Liabilities & Shareholders' Equity	\$ 760,318	\$ 710,376

* At lower of cost (FIFO) or market.

Less accumulated depreciation.

+ \$1 par value.

Statistical Summary

%Income bef. Taxes to Sales	9.98	9.93
%Net Income to Sales	5.70	5.56
%Net Income to Equity	14.89	15.41
Sales to Inventories	8.73	8.73
Debt to Equity	0.05	0.05
Working Capital	\$ 404,886,000	\$ 355,175,000
Current Ratio	4.53	4.01
Shareholders' Equity	\$ 508,219,000	\$ 462,907,000

The New Harding Group Inc.

(formerly Harding Carpets Limited)

Canada

Registered Corporate Head Office:
85 Morrell Street
Brantford, Ontario N3T 4J6, Canada
(519) 756-5241

Executive Office:
20 Toronto Street
Toronto, Ontario M5C 2B8, Canada
(416) 363-1380

Officers: Michael H. Cochrane, chairman of the board; Gerard Collina, president & chief exec. officer; W. Grant Ballantyne, sr. v.p. & chief financial officer; Geoffrey P. Charney, v.p., secretary & treasurer.

Directors: James H. Laing, Michael Cochrane, Gerard H. Collins, Charles R. Pike, W. John Dixon.

Business Activities: Manufactures and distributes carpets in Canada for both residential and commercial use. Spins, heat-sets and processes a complete range of carpet yarns, as well as tufting, dyeing and finishing carpets at two manufacturing plants.

Textile Trademarks and/or Brand Names: Harding Carpets.

Plant Location(s): Brantford & Collingwood, Ontario.

Division:

Harding Carpets
Brantford, Ontario, Canada

Subsidiaries:

Continuous Colour Coat Limited (57% indirect interest)
Rexdale, Ontario, Canada
Applies protective and decorative coatings to metal coils for industrial customers.

Optex Inc. (64%-owned)
Don Mills, Canada
Wholesale distributor of photographic and video equipment, sporting foods, and radio-controlled model cars and trucks.

Transfer Agent(s):

Montreal Trust Company of Canada
Montreal, Toronto, Regina, Calgary and Vancouver,
Canada

Stock Exchange(s): Toronto

Ticker Symbol: NHD.A and NHD.B

Sales & Earnings

	Net Sales (000's)	Net Income ↑ (000's)
1987	\$ 216,367	\$ 5,250
1986	120,733	5,088
1985	118,182	3,089
1984	96,287	540
1983	95,635	1,849

	No. of Com. Shares †	Earn. per Share † +
1987	3,425,981	\$ 1.54
1986	3,401,121	1.50
1985	3,401,121	0.91
1984	3,383,621	0.19
1983	2,435,746	1.02

(Loss)

† Includes extraordinary gains of \$312,000 (\$0.09 per share) in 1987, \$1,500,000 (\$0.45 per share) in 1986, \$1,000,000 (\$0.29 per share) in 1985, \$80,000 (\$0.03 per share) in 1984 and \$1,475,593 (\$0.82 per share) in 1983.
‡ Adjusted to reflect reverse stock split.
* Based on the weighted monthly average number of shares outstanding adjusted to reflect reverse stock split.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.30	—	1-for-4

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 33,614,000	\$ 9.81
1986	29,280,000	8.61
1985	24,192,000	7.11
1984	21,043,000	6.22
1983	15,937,536	6.54

‡ Adjusted to reflect stock split.

Income Account *

Year ended Oct. 31	1987	1986
Net sales	\$ 216,367,000	\$ 120,733,000
Cost of sales	173,898,000	90,223,000
Expenses	25,059,000	20,202,000
Debt interest	3,510,000	1,582,000
Other interest	2,689,000	1,682,000
Income before taxes	\$ 11,211,000	\$ 7,044,000
Income taxes	5,318,000	3,456,000
Minority interest	1,051,000	—
Eq. earnings of invest.	(96,000)	—
Net income	\$ 4,938,000	\$ 3,588,000
Extraord. gain	312,000	1,500,000
Net income & extraord. gain	\$ 5,250,000	\$ 5,088,000

* Included in Costs and Expenses, Depreciation: \$2,547,000 in 1987 and \$1,411,000 in 1986.

Assets

As of Oct. 31	1987	1986
Accts. receiv., net	\$ 42,057,000	\$ 23,826,000
* Inventories	41,743,000	23,806,000
Prepaid expenses	3,369,000	3,037,000
Current Assets	\$ 87,169,000	\$ 50,669,000
* Fixed assets	36,139,000	13,626,000
Invest. in Opco Holdings	1,596,000	—
Other assets	9,531,000	346,000
Total Assets	\$ 134,435,000	\$ 64,661,000

Liabilities

Bank advance	\$ 13,017,000	\$ 7,320,000
Long-term debt, curr.	2,202,000	1,191,000
Accts. payable & accruals	37,577,000	18,438,000
Deferred inc. taxes	467,000	—
Curr. Liabilities	\$ 53,263,000	\$ 26,949,000

Long-term debt	36,271,000	6,682,000
Deferred income taxes	8,569,000	1,956,000
Minority interest	2,718,000	—
Subord. voting shares	7,054,000	—
Mult. voting shares	16,735,000	—
Class A & Class B shares	—	6,435,000
Class C & Class D shares	—	14,860,000
Common shares	—	1,000
Retained earnings	11,807,000	7,584,000

Total Liabilities & Shareholders' Equity	\$ 134,435,000	\$ 64,661,000
---	----------------	---------------

* At lower of average cost and replacement cost or net realizable value.
‡ Less accumulated depreciation.

Statistical Summary

% Income bef. Taxes		
to Sales	5.18	5.83
% Net Income to Sales	2.38	2.97
% Net Income to Equity	14.69	12.25
Sales to Inventories	5.18	5.07
Debt to Equity	1.14	0.27
Working Capital	\$ 33,906,000	\$ 23,726,000
Current Ratio	1.64	1.88
Shareholders' Equity	\$ 33,614,000	\$ 29,280,000

NIKE, Inc.

3900 S.W. Murray Boulevard
Beaverton, Oregon 97005
(503) 641-6453

Officers: Philip H. Knight, chairman & chief executive officer; William J. Bowerman, deputy chairman & sr. v.p.; Delbert J. Hayes, exec. v.p.; Harry C. Carah, vice president; Ronald E. Nelson, vice president; Jack L. Joyce, vice president; George E. Porter, v.p.-finance; Dale N. Vahl, treasurer; Lindsay D. Stewart, asst. secretary & corp. counsel; A. Thomas Niebergall, asst. secretary.

Directors: Philip H. Knight, chairman; William J. Bowerman, Jill K. Conway, Robert T. Davis, Richard K. Donahue, Delbert J. Hayes, Douglas C. Houser, John E. Jaqua, Thomas O. Paine, Charles W. Robinson.

Business Activities: Designs, develops and markets high-quality footwear and apparel products for a wide range of sport, athletic and leisure activities. Apparel products include tennis, running, bicycling and fitness wear, as well as athletic bags and accessory items, designed to complement the Company's footwear products.

Trademarks and/or Brand Names: NIKE, NIKE-Air, Air-Max, Swoosh.

Subsidiary:

NIKE Canada Ltd.
2445 Canoe Avenue
Coquitlam, British Columbia V3K 6A9, Canada
Canada sales and marketing office.

Transfer Agent(s):

United States National Bank of Oregon
309 S.W. 6th Avenue
Portland, Oregon 97204

Stock Exchange(s): Over-the-Counter

Ticker Symbol: NIKE (NASDAQ)

Sales & Earnings

	Revenues	Net Income
1987	\$ 877,357,000	\$ 35,879,000
1986	1,069,222,000	59,211,000
1985	946,371,000	10,270,000
1984	919,806,000	40,690,000
1983	867,212,000	57,004,000

	No. of Com. Shares †	Earn. per Share †
1987	38,393,000	\$ 0.93
1986	38,179,000	1.55
1985	37,893,000	0.27
1984	37,934,000	1.07
1983	N.A.	1.33

N.A. - Not Available.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.40	—	—
1986	0.40	—	—
1985	0.40	—	—
1984	0.20	—	—

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 338,017,000	\$ 8.80
1986	316,846,000	8.30
1985	271,668,000	7.17
1984	274,536,000	7.34
1983	340,612,000	—

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account* (000's)

Year ended May 31	1987	1986
Revenues	\$ 877,357	\$ 1,069,222
Cost of sales	596,662	722,923
Expenses	204,742	209,219
Interest expense	8,475	15,820
Other expense (income)	(6,201)	11,243
Income before taxes	\$ 73,679	\$ 110,017
Income taxes	37,800	57,760
Minority interest	—	(6,954)
Net Income	\$ 35,879	\$ 59,211

* Included in Costs and Expenses, Depreciation: \$12,078,000 in 1987 and \$10,549,000 in 1986.

Assets (000's)

As of May 31	1987	1986
Cash	\$ 126,867	\$ 18,138
and equiv.	184,459	183,433
Accts. receiv., net	—	1,885
Refundable taxes	120,663	180,205
* Inventories	10,576	14,486
Deferred inc. taxes	6,717	9,163
Prepaid expenses	—	—
Current Assets	\$ 449,282	\$ 411,510
* Fixed assets	48,480	49,683
Other assets	14,081	15,645
Total Assets	\$ 511,843	\$ 476,838

Liabilities (000's)

Notes payable	\$ 43,145	\$ 61,634
Long-term debt, curr.	4,800	3,417
Accts. payable	28,036	23,648
Accruals	39,792	44,027
Income taxes	8,309	—
Curr. Liabilities	\$ 124,082	\$ 132,726

NIKE, Inc.

Long-term debt	35,202	15,300
Purch. tax benefits	14,242	11,666
Redem. preferred stock	300	300
+Common stock:		
Class A convert.	174	180
Class B	2,705	2,697
Add. paid-in capital	83,542	81,633
Unreal. trans. adjust.	(1,938)	(307)
Retained earnings	253,534	232,843

Total Liabilities & Shareholders' Equity	\$ 511,843	\$ 476,838
--	------------	------------

* At lower of cost (LIFO) or market.
Less accumulated depreciation.
+ No par value.

Statistical Summary

%Income bef. Taxes to Sales	8.40	10.29
%Net Income to Sales	4.09	5.54
%Net Income to Equity	10.61	18.69
Debt to Equity	0.25	0.25
Working Capital	\$ 325,200,000	\$ 278,794,000
Current Ratio	3.62	3.10
Shareholders' Equity	\$ 338,017,000	\$ 316,846,000

Nordisk Fjerfabrik Aktieselskab

(Northern Feather Ltd.)

Pittervej 4, The Freeport
DK-2100 Copenhagen O, Denmark

PHONE: 01 26 20 30 (national)
+45 1 26 20 30 (international)

Directors: Poul Schmith, chairman; Torleif Andersen, work supervisor; Claus Dahlback, group managing director; P. Norregaard Rasmussen, group managing director; John Petersen, group managing director; Inge Tuxen, clerk; I. L. Rasmussen, secretary to the board.

Group Management: S.-E. Schaumburg-Müller, managing director; H. Kase Hansen, managing director; J. B. Schonefeldt, managing director; John Hansen, managing director; Jørn Møller Madsen, managing director.

Business Activities: Manufactures pillows with feather as well as long and short fiber filling, other bedding products, duvets; with Superdown filling as well as short-fiber and long-fiber synthetic duvets, and outdoor sleeping gear.

Trademarks and/or Brand Names: SONUS, Superdown, CARAVAN.

Subsidiaries (Denmark):

Nordisk Fjer International Forvaltnings
Copenhagen, Denmark

Nordisk Tekstil væveri & trykkeri A/S
Fim/Jylland, Denmark

Nordisk Fjer Fritid A/S
Odense, Denmark

NF Udviklingscenter A/S
Midtjylland, Denmark

Scanbe International A/S
Copenhagen, Denmark

Subsidiaries (U.S.A.):

Northern Feather International Inc.
Delaware

Northern Feather Inc.
Elizabeth & Newark, New Jersey
Chicago, Illinois
Dallas, Texas
Los Angeles, California

Stock Exchange(s): Copenhagen, Denmark

Sales & Earnings x

	Net Sales	Net Income
1987	Dkr125,593,332	Dkr36,188,440
1986	149,245,600	27,948,198

	No. of Com. Shares	Earn. per Share
1987	120,428	Dkr300.50

Dkr - Danish kroner.

x Parent company.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987 Class A & B	Dkr88	—	—
1987 Class B scrips	136.90	—	—

Common Stock: Equity

	Total Equity	Equity Per Share
1987	Dkr500,059,236	Dkr4,152.35
1986	383,627,712	—

Income Account *

Year ended Mar. 31	1987	1986
Net sales	Dkr125,593,332	Dkr149,245,600
Production costs	112,102,641	131,958,567
Sales & distr. costs	5,114,464	7,217,084
Administration costs	13,054,180	10,660,754
Other income	(30,489,602)	(20,736,113)
Inc. from partic. int.	(4,202,916)	(4,530,383)
Interest income	(12,773,875)	(8,072,505)
Income before taxes	Dkr42,788,440	Dkr32,748,198
Income taxes	6,600,000	4,800,000
Net income	Dkr36,188,440	Dkr27,948,198

* Included in Costs and Expenses. Depreciation and Amortization: Dkr4,629,945 in 1987 and Dkr3,421,953 in 1986.

Assets

As of Mar. 31	1987	1986
Cash	Dkr36,245	Dkr71,800
Marketable securities	10,541,721	1,527,339
Accts. receiv., net	394,948,789	777,029,376
*Stocks	49,179,310	50,874,823
Current Assets	Dkr454,706,065	Dkr829,503,338
Finance/ assets	126,835,567	124,737,172
*Fixed assets	82,549,546	66,187,420
Intangibles	102,184	1,300,283
Total Assets	Dkr664,193,362	Dkr1,022,728,213

Liabilities

	1987	1986
Bank loans	Dkr65,121,680	Dkr62,427,144
Long-term debt, curr.	366,367	117,600
Accts. payable-trade	3,342,625	6,997,120
Accts. payable-subsid.	4,675,112	2,847,627
Taxes payable	3,187,144	7,995,860
Other payables	28,664,090	8,864,872
Prepaid income	399,842	399,842
Dividends	21,339,600	17,783,000
Curr. Liabilities	Dkr127,096,460	Dkr127,433,065

Long-term debt	22,748,622	8,328,492
Bank loans	2,168,250	2,218,150
Accts. payable-subsid.	2,000,000	2,000,000
Deferred taxes	10,000,000	—
Pensions	120,794	120,794
Common stock	348,962,000	177,830,000
Add. paid-in capital	121,330,971	97,830,971
Revaluation reserve	13,300,000	13,300,000
Reserves	102,000,000	90,457,500
Retained earnings	6,466,265	4,209,241

Total Liabilities & Shareholders' Equity	Dkr664,193,362	Dkr1,022,728,213
--	----------------	------------------

* At lower of cost and net realizable value.
Less accumulated depreciation.

Statistical Summary

%Income bef. Taxes to Sales	34.07	21.94
%Net Income to Sales	28.81	18.73
%Net Income to Equity	7.24	7.29
Sales to Inventories	2.55	2.93
Debt to Equity	0.18	0.24
Working Capital	Dkr327,609,605	Dkr202,070,273
Current Ratio	3.58	2.59
Shareholders' Equity	Dkr500,059,236	Dkr383,627,712

Nutmeg Industries, Inc.

4408 West Linebaugh Avenue
Tampa, Florida 33624
(813) 963-6153

Officers: Richard E. Jacobson, chairman of the board & chief executive officer; Martin G. Jacobson, president; Lloyd Roberts, vice president; James E. Gramling, chief financial officer & secretary-treasurer; Richard E. Becker, regional v.p.-sales; Robert N. Thornbladh, regional v.p.-sales; Rebecca T. Lavin, v.p.-operations; Steven J. Ruffness, v.p.-production; Dennis A. Griffin, administrative v.p.-manufacturing.

Directors: Richard E. Jacobson, chairman of the board; Martin G. Jacobson, Marc S. Geller, Todd N. Kanter, Walter P. Lorbenberg, Thomas K. Riden, Howard Arvey, Alan H. Miller, Alfred S. Ross.

Business Activities: Designs, manufactures and markets customized apparel bearing the color schemes, names, symbols, logos and/or other designations of various colleges and universities, professional sports teams, and "Personals" characters. The Company's products are sold principally to sports fans, students and alumni and their families through retailers, such as campus bookstores, sporting goods stores and department stores.

Plant Location(s): Tampa, Florida.

Subsidiary:

Nutmeg Mills, Inc.
Tampa, Florida

Transfer Agent(s):

Southeast Bank, N.A.
One Southeast Financial Center
Miami, Florida 33131

Stock Exchange(s): Over-the-Counter

Ticker Symbol: NUTM (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1/30/88	\$ 30,463,364	\$ 2,584,032
1/31/87	12,290,101	630,956
1/27/86 \$ +	726,948	—
8/31/85 +	587,516	—
8/25/84 +	97,501	—

Statistical Summary

	No. of Com. Shares	Earn. per Share
1/30/88	4,275,625	\$ 0.60
1/31/87	4,272,300	0.17
1/27/86 ‡	2,190,600	—

‡ 5 months.

+ Predecessor company (customized apparel product line).

%Income bef. Taxes to Sales	13.89	7.84
%Net Income to Sales	8.48	5.30
%Net Income to Equity	37.74	15.33
Sales to Inventories	2.43	2.21
Debt to Equity	1.13	0.68
Working Capital	\$ 3,790,044	\$ 3,889,144
Current Ratio	1.56	2.29
Shareholders' Equity	\$ 6,846,360	\$ 4,247,328

	No. of Com. Shares †	Earn. per Share †
1987	3,630,000	\$ 0.57
1986	3,838,000	0.95
1985	700,000	0.16
1984	4,066,000	0.32
1983	4,596,000	0.81

† Including extraordinary gain of \$1,138,000 (\$0.29 per share) in 1984 and \$448,000 (\$0.10 per share) in 1983.

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect reverse stock split.

Common Stock Equity

	Total Equity	Equity Per Share
1/30/88	\$ 6,846,360	\$ 1.60
1/31/87	4,247,328	0.99
1/27/86	(340,261)	—

(Deficiency)

Income Account *

Year ended Apr. 26	1/30/88	1/31/87
Net sales	\$ 30,463,364	\$ 12,290,101
Cost of sales	18,989,801	8,069,049
Expenses	6,225,183	2,824,685
Cost of shorted stock offering	133,256	—
Interest expense	884,992	432,950
Income bef. taxes	\$ 4,230,132	\$ 963,417
Income taxes	1,646,100	312,461
Net Income	\$ 2,584,032	\$ 650,956

* Included in Costs and Expenses, Depreciation and Amortization: \$418,894 in 1988 and \$297,142 in 1987.

Oak Hill Sportswear Corporation

1411 Broadway
New York, New York 10018
(212) 354-0444

Officers: Arthur L. Asch, chairman of the board; Leslie A. Saul, vice chairman & president; Martin Jacobson, v.p. & treasurer; Joseph Greenberger, secretary.

Directors: Arthur L. Asch, chairman; Joseph Greenberger, Steven Kotler, Leslie A. Saul, Bruce Slovin, Peter Sutro, Wilmer J. Thomas, Jr..

Business Activities: Designs, manufactures, imports and markets women's apparel and accessories. Principal products include skirts, tops, sweaters and cotton knits designed for the missy, junior, large size, and petite woman.

Trademarks and/or Brand Names: Oak Hill, Whitney Lang, Try I, Lady Oak Hill, Oak Hill Petites, OHI, Victoria Jones, TOI, Memphis Jones, Victoria Sport, Harmal, Victoria Jones Petites, Victoria Wear.

Plant Location(s): Marietta, Mississippi, and Long Island City, New York.

Divisions:

Oak Hill Sportswear
Try I
Lady Oak Hill
Oak Hill Petites
Oak Hill Imports

all at:

1411 Broadway
New York, New York 10018

Marietta Manufacturing
Marietta, Mississippi 38556

Harmal Industries
33-00 Northern Boulevard
Long Island City, New York 11101
Produces belts, costume jewelry, and a line of shirts, blouses and sundresses.

Transfer Agent(s):

American Stock Transfer Agent
New York, New York

Stock Exchange(s): Over-the-Counter

Ticker Symbol: OHSC (NASDAQ)

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 119,718,000	\$ 2,078,000
1986	102,068,000	3,682,000
1985	100,383,000	598,000
1984	93,269,000	2,098,000
1983	86,306,000	3,490,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ —	—	—
1986	—	—	—
1985	—	—	—
1984	—	—	—
1983	—	—	1-for-2

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 22,828,000	\$ 6.29
1986	21,921,000	5.68
1985	20,080,000	5.43
1984	19,354,000	4.76
1983	18,965,000	4.41

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect reverse stock split.

Income Account *
(000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 119,718	\$ 102,068
Cost of sales	93,232	74,335
Expenses	21,915	20,390
Interest expense	860	229
Income before taxes	\$ 3,711	\$ 7,114
Income taxes	1,633	3,432
Net Income	\$ 2,078	\$ 3,682

* Included in Costs and Expenses, Depreciation and Amortization: \$531,000 in 1987 and \$527,000 in 1986.

Assets
(000's)

As of Dec. 31	1987	1986
Cash	\$ 461	\$ 2,011
Accts. receiv., net	12,448	12,620
*Inventories	17,447	14,483
Other curr. assets	659	671
Current Assets	\$ 31,015	\$ 29,785
*Fixed assets	3,040	3,158
Other assets	158	183
Intangibles	1,546	1,595
Total Assets	\$ 35,759	\$ 34,721

Liabilities
(000's)

	1987	1986
Notes payable	\$ 600	\$ —
Long-term debt, curr.	437	630
Accts. payable	6,964	5,327
Accruals	2,989	3,330
Income taxes	1,078	2,119
Curr. Liabilities	\$ 12,288	\$ 11,406

Assets

As of	1/30/88	1/31/87
Cash	\$ 628,723	\$ 734,710
Accts. receiv., net	2,755,375	462,040
Inc. taxes receiv.	—	19,038
*Inventories	12,551,991	5,554,271
Prepaid expenses	135,516	126,044
Current Assets	\$ 16,071,605	\$ 6,896,103
*Fixed assets	2,998,577	2,046,745
Other assets	31,241	32,393
Intangibles	271,048	291,897
Total Assets	\$ 19,372,471	\$ 9,287,138

Liabilities

Notes payable	\$ 5,581,000	\$ 1,000,452
Long-term debt, curr.	607,500	367,646
Accts. payable	2,267,042	1,330,990
Accruals	523,808	307,871
Inc. taxes payable	1,302,211	—
Curr. Liabilities	\$ 10,281,561	\$ 3,006,959
Long-term debt	1,534,653	1,532,851
Subord. debentures	500,000	500,000
Deferred rent	190,897	—
Deferred inc. taxes	59,000	42,725
+Common stock	42,756	3,553,647
Add. paid-in capital	3,568,616	650,956
Retained earnings	3,234,988	—
Total Liabilities & Shareholders' Equity	\$ 19,372,471	\$ 9,287,138

* Fabrics and supplies at lower of cost (FIFO) or market. Finished goods and work in progress at lower of standard cost or market.

* Less accumulated depreciation.

+ \$0.01 per value.

Oak Hill Sportswear Corporation

Long-term debt	453	1,224
Deferred inc. taxes	190	170
+ Common stock	89	89
Add. paid-in capital	24,985	24,834
Retained earnings	3,721	1,643
Treasury stock	(5,967)	(4,645)
Total Liabilities & Shareholders' Equity	\$ 35,739	\$ 34,721

* At lower of cost (FIFO) or market.
 # Less accumulated depreciation and amortization.
 + \$0.02 per value.

Statistical Summary

% Income bef. Taxes to Sales	3.10	6.97
% Net Income to Sales	1.74	3.61
% Net Income to Equity	9.10	16.80
Sales to Inventories	6.86	7.05
Debt to Equity	0.07	0.08
Working Capital	\$ 18,727,000	\$ 18,379,000
Current Ratio	2.52	2.61
Shareholders' Equity	\$ 22,821,000	\$ 21,921,000

Orbit Instrument Corporation

80 Cabot Court
 Hauppauge, New York 11788
 (516) 435-8300

Officers: Max Reisman, chairman & president; Mitchell Binder, v.p. finance & treasurer; Darwin C. Dornbush, secretary.

Directors: Max Reisman, chairman of the board; Mitchell Binder, Darwin C. Dornbush.

Business Activities: Through USA Classic, Inc., a wholly owned subsidiary, the Company manufactures and markets men's and boys' clothing. Other Company activities include the design, manufacture and marketing of high-quality electrical components and subsystems for use in military, air traffic control and console applications and the marketing of speech response products.

Trademarks and/or Brand Names: Everlast.

Subsidiaries:

U.S. Classic, Inc.
 Manufactures and markets men's and boys' clothing under the Everlast trademark.
 U.S. Apparel Inc.

Orbit Semiconductor, Inc.
 (80%-owned)
 1230 Bordeaux Drive
 Sunnyvale, California 94089
 (408) 744-1800

Manufacture of customized semiconductor chips.

Orbit Instrument of California, Inc.
 6431 Global Drive
 Cypress, California 90630
 (714) 527-0561

Computer Integration Associates, Inc.
 725 Airport Road
 Lakewood, New Jersey 08701
 (201) 370-3900

Develops and markets a family of speech response products, as well as custom UNIX based applications. Products include an automated attendant, a voice messaging facility, telephone data input, a geographic locator service, and an outboard dialer service which delivers customized messages.

Transfer Agent(s):

American Transfer Company
 99 Wall Street
 New York, New York 10005

Stock Exchange(s): Over-the-Counter

Ticker Symbol: ORBT (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$ 38,943,000	\$ 3,686,000
1986	31,147,000	6,631,000
1985	20,009,400	4,231,400
1984	16,172,500	4,056,900
1983	11,219,000	2,500,500

	No. of Com. Shares	Earn. per Share
1987	8,996,000	\$ 0.40
1986	8,838,000	0.76
1985	7,925,386	0.51
1984	7,603,798	0.51
1983	5,739,726	0.38

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 50,926,000	\$ 5.66
1986	45,046,000	5.10
1985	35,345,400	4.00
1984	30,354,200	3.99
1983	14,978,100	2.61

Income Accounts*

Year ended June 30	1987	1986
Net sales	\$ 38,943,000	\$ 31,147,000
Cost of sales	29,003,000	16,896,000
Expenses	9,035,000	3,154,000
Interest expense	695,000	561,000
Invest. income	(868,000)	(1,621,000)
Income before taxes	\$ 6,078,000	\$ 12,157,000
Income taxes	2,392,000	5,526,000
Net Income	\$ 3,686,000	\$ 6,631,000

* Included in Costs and Expenses, Depreciation and Amortization: \$2,307,000 in 1987 and \$1,659,000 in 1986.

Assets

As of June 30	1987	1986
Cash & cash equiv.	\$ 5,166,000	\$ 8,523,000
Marketable securities	14,474,000	8,908,000
Accts. receiv., net	6,010,000	8,908,000
* Inventories	19,108,000	21,091,000
Prepaid expenses	3,996,000	210,000
Current Assets	\$ 50,754,000	\$ 47,640,000
* Fixed assets	8,546,000	8,449,000
Other assets	798,000	991,000
Total Assets	\$ 60,098,000	\$ 57,080,000

Liabilities

Long-term debt, curr.	\$ 2,019,000	\$ 2,166,000
Accts. payable	1,246,000	1,673,000
Accruals	1,044,000	998,000
Cont. advances	478,000	463,000
Income taxes	---	1,480,000
Current Liabilities	\$ 4,787,000	\$ 6,980,000
Long-term debt	3,827,000	4,483,000
Deferred inc. taxes	237,000	292,000
Minority interest	321,000	279,000
+ Common stock	998,000	982,000
Add. paid-in capital	25,330,000	23,447,000
Retained earnings	27,872,000	24,186,000
Treasury stock	(919,000)	(919,000)
Compensatory stock	(2,355,000)	(2,430,000)
Total Liabilities & Shareholders' Equity	\$ 60,098,000	\$ 57,080,000

* At lower of cost (FIFO) or market.
 # Less accumulated depreciation and amortization.
 + \$0.10 per value.

Statistical Summary

% Income bef. Taxes to Sales	15.61	39.03
% Net Income to Sales	9.47	21.29
% Net Income to Equity	7.24	14.72
Sales to Inventories	2.04	1.6
Debt to Equity	0.11	0.13
Working Capital	\$ 45,967,000	\$ 40,660,000
Current Ratio	10.60	6.83
Shareholders' Equity	\$ 50,926,000	\$ 45,046,000

Oshkosh B'Gosh, Inc.

112 Otter Avenue
 Oshkosh, Wisconsin 54901
 (414) 231-8800

Mail'ing address:
 P.O. Box 300
 Oshkosh, WI 54902

Officers: C. F. Hyde, president & chief exec. officer; T. R. Wyman, exec. v.p.; W. P. Jacobsen, v.p. & treasurer; J. F. Beckman, v.p. sales; A. S. Giordano, v.p. manufacturing; S. R. Dubock, secretary; K. H. Masters, cont. v.p. mfg.; D. W. Hyde, v.p. merchandising; M. D. Wachtel, v.p. operations.

Directors: C. F. Hyde, W. P. Jacobsen, T. R. Wyman, S. R. Dubock, J. C. Fickard.

Business Activities: Manufactures workwear and sportswear for adults and casualwear and playwear for children under the OshKosh B'Gosh and OshKosh names. Also operates 10 Genuine Article factory retail outlets.

Trademarks and/or Brand Names: OshKosh B'Gosh, OshKosh

Plant Locations: Oshkosh, Wisconsin; Columbia, Marrowbone & Liberty, Kentucky; Celina, McEwen, Dover, Camden, Byrdstown, Jamestown, Whitehouse & Hermitage Springs, Tennessee.

Transfer Agent(s):

First Wisconsin Trust Co.
 First Wisconsin Center
 P.O. Box 2054
 Milwaukee, Wisconsin 53201

Stock Exchange(s): Over-the-Counter

Ticker Symbol: GOSHA, GOSHB (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$ 226,298,000	\$ 23,899,000
1986	198,197,000	20,636,000
1985	162,109,000	14,046,000
1984	137,423,000	12,853,000
1983	92,299,238	8,237,214

	No. of Com. Share +	Earn. per Share ‡
1987	14,585,800	\$ 1.64
1986	14,585,800	1.41
1985	14,585,800	0.96
1984	14,585,800	0.88
1983	14,585,800	0.56

+ Adjusted to reflect stock splits.
 ‡ Based on the weighted average number of shares outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend*	Stock Dividend	Stock Split
1987	\$ 0.6300	—	2-for-1
1986	\$ 0.4949	—	—
1985	\$ 0.3837	—	20-for-1
1984	\$ 0.3443	—	—
1983	\$ 0.2139	—	—

* Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 83,428,000	\$ 5.72
1986	\$ 64,375,000	\$ 4.41
1985	\$ 47,536,000	\$ 3.36
1984	\$ 36,072,000	\$ 2.47
1983	\$ 26,153,031	\$ 1.79

‡ Adjusted to reflect stock splits.

Income Accounts*

Year ended Dec. 31	1987	1986
Net sales	\$ 226,298,000	\$ 198,197,000
Cost of sales	154,619,000	131,661,000
Expenses	29,924,000	25,444,000
Interest expense	649,000	911,000
Interest income	(376,000)	(191,000)
Other income	(755,000)	(278,000)
Income before taxes	\$ 42,237,000	\$ 40,630,000
Income taxes	18,338,000	20,014,000
Net income	\$ 23,899,000	\$ 20,616,000

* Included in Costs and Expenses. Depreciation: \$2,845,000 in 1987 and \$2,582,000 in 1986.

Assets

As of Dec. 31	1987	1986
Cash	\$ 8,903,000	\$ 6,826,000
Accts. receiv., net	21,490,000	17,725,000
Inventories	52,447,000	48,677,000
Prepaid expenses	439,000	417,000
Current Assets	\$ 83,479,000	\$ 73,645,000
Fixed assets	28,951,000	21,096,000
Other assets	841,000	569,000
Total Assets	\$ 113,271,000	\$ 95,310,000

Liabilities

Long-term debt, curr.	\$ 1,124,000	\$ 1,123,000
Accts. payable	11,928,000	11,036,000
Dividends payable	1,003,000	971,000
Accounts	2,403,000	2,839,000
Income taxes	1,642,000	3,412,000
Other liabilities	3,112,000	2,223,000
Cur. liabilities	\$ 21,212,000	\$ 21,604,000
Long-term debt	6,790,000	7,915,000
Deferred income taxes	635,000	499,000
Deferred compensation	1,206,000	917,000
+Common stock:		
Class A	128,000	55,000
Class B	18,000	18,000
Add. paid-in capital	2,971,000	3,044,000
Retained earnings	80,311,000	61,258,000
Total Liabilities & Shareholders' Equity	\$ 113,271,000	\$ 95,310,000

* At lower of cost (LIFO) or market.
‡ Less accumulated depreciation.
+ \$0.01 per value.

Statistical Summary

%Income bef. Taxes to Sales	18.66	20.51
%Net Income to Sales	10.56	10.41
%Net Income to Equity	28.65	32.06
Sales to Inventories	4.31	4.07
Debt to Equity	0.09	0.14
Working Capital	\$ 62,267,000	\$ 52,041,000
Current Ratio	3.94	3.41
Shareholders' Equity	\$ 23,428,000	\$ 64,375,000

Owens-Corning Fiberglas Corporation

Fiberglas Tower
Toledo, Ohio 43659
(419) 248-8000

Officers: William W. Bouschenstein, chairman of the board, president & chief exec. officer; Guy O. Mabry, exec. v.p.; Lewis W. Saxby, sr. v.p.; Robert C. Dobson, sr. v.p.-science & technology; William W. Colville, sr. v.p.-law & secretary; Howard T. Cusic, sr. v.p.; Max O. Weber, sr. v.p. & president-Construction Products Group; Robert D. Hadden, v.p.-personnel relations; Frank W. Como, v.p.-purchases & transportation; John E. Gstes, v.p.-industrial relations; Paul V. Daverio, sr. v.p.; Joseph J. Doherty, v.p.-mkt. communications; Bradford C. Oelman, v.p.-corporate relations; Dennis R. Barber, v.p.-management information systems; James S. Hearson, v.p.-international; Charles H. Dana, v.p.-Industrial Materials Operating Div.; Harry G. Kammer, v.p. & treasurer; Gilbert Soora, v.p. & asst. treasurer; C. Peter Hauck, v.p. & controller; Charles C. Gifford, Jr., v.p.; Larry T. Solari, v.p. & gen. mgr.-Insulation Operating Division; Bert E. Elliott, v.p. & gen. mgr.-Roofing Products Operating Division; J. Thomas Solon, v.p. & gen. mgr.-Non-Corrosive Products Division; Timothy E. Walsh, v.p.-Supply Division; Wayne A. Earley, v.p.-planning; J. Peter Detgen, v.p.-sales.

Directors: William W. Bouschenstein*, Charles A. Anderson, Louis W. Cabot*, W.L. Hadley Griffin, James M. Kemper, Jr.*, Robert H. Knight*, Robert V. Rouns*, Richard W. Muzzy, Furman C. Moseley, Jr., Peter L. Scott.

* Member of the Executive Committee

Business Activities: Engaged in the manufacture of glass fiber products for a diversified range of markets: industrial and commercial construction; home building, industrial, marine, recreation, equipment and appliance, and industrial and decorative textile. Also produces polyester resins and high performance composite materials and components which include high technology carbon and silica textiles, preimpregnated reinforced plastic, fabrics and fibers.

Trademarks and/or Brand Names: Fiberglas, Beta, Beta Care, Creel-Pak, Dimensionair, Flowtite, Kaylo, Perma-Ply, S. Glas, S-2 Glas, Sonobats, Trans-Pak, Binkler, Supreme Plus, SSL, Nova, Energy Miser, NUKON.

U.S. Plant Locations(s): Eken, Columbia & Anderson, S.C.; Compton, Martinez & Santa Clara, Calif.; Kearny, & Berlin, N.J.; Deimar, N.Y.; Summit II, Amarillo, Houston, Irving & Waxahatchie, Tex.; Atlanta & Fairburn, Ga.; Huntington, Pa.; Memphis & Jackson, Tenn.; Kansas City, Kan.; Madison & Newark, Ohio; Brookville, & Valparaiso, Ind.; Ft. Lauderdale & Jacksonville, Fla.; Denver, Col.; Detroit, Mich.; Kansas City, Mo.; Jessup, Md.; Minneapolis, Minn.; Fort Smith, Ark.; Morehead City, N.C.; Oklahoma City, Ok.; Portland, Ore.

Divisions

Construction Products Group
Manufactures and markets insulation and roofing products for residential, commercial and industrial construction and remodeling. Also produces specialty asphalts and corrosion resistant underground petroleum storage tanks.
Insulation Operating Division
Roofing Products Operating Division
Supply Division
Non-Corrosive Products Division

Industrial Materials Operating Division

Produces reinforcements, yarns, and resins for industries such as transportation, marine, aerospace, energy, appliance, and electronics.

International operations include the manufacture and sale of reinforcements, yarns and insulation products outside the United States.

Subsidiaries:

American Borate Corporation
Barbcorp, Inc.
Eric Company
Fiberglas Fibras Limitada (Brazil)
Matcorp, Inc.
N.V. Owens-Corning S.A. (Belgium)
Owens-Corning Fiberglas Deutschland GmbH (Germany)
Deutsche Owens-Corning Glaswerk GmbH (Germany)
Owens-Corning Isolation France S.A.N.
OCFIBRAS Limitada (Brazil)
OC Finance, B.V. (The Netherlands)
O.C. Finance Belgium S.A. (Belgium)
O/C/First Corporation
OCFOGO, Inc.
OCFSC, Inc. (U.S. Virgin Islands)
O/C/Second Corporation
Owens-Corning Cayman Limited (Cayman Islands)
Owens-Corning Fiberglas (Belgium)
Norak Glasfiber A/S (Norway)
Owens-Corning Fiberglas (U.K.) Ltd. (England)
Owens-Corning Fiberglas (G.B.) Ltd. (England)
Wrexham A.R. Glas Ltd. (England)
Regina Fiberglass Ltd. (England)
Owens-Corning Fiberglas Espana, S.A. (Spain)
Owens-Corning Fiberglas France, S.A. (France)
Owens-Corning Fiberglas Netherlands B.V. (The Netherlands)
Owens-Corning Fiberglas (Italy) S.r.l. (Italy)
Rocorp, Inc.
Scandinavian Glasfiber AB (Sweden)
Glasfiber AB (Sweden)
Scandinavian Glasfiber Ltd. (England)
Dansk-Svensk Glasfiber A/S (Denmark)
Veroc Technology A/S (Norway)
Willcorp, Inc.

Affiliates

The Company's affiliates are generally engaged in the manufacture of fibrous glass products for the insulation, construction, reinforcements and textile markets, and include:

Arabian Fiberglass Insulation Company (49% interest)
Saudi Arabia
Amiantit Fiberglass Industries, Ltd. (30% interest)
Saudi Arabia
Asahi Fibe. Glass Company, Ltd. (28% interest)
Japan

CAE Fiberglass Ltd. (25% interest)
Canada

Fiberglass Canada Inc. (49.5% interest)
Canada

Polyplaster, S.A. (31.7% interest)
Brazil

Vitro-Fibras, S.A. (40% interest)
Mexico

Transfer Agent(s)

Manufacturers Hanover Trust Company
Securityholder Relations
P.O. Box 24935
Church Street Station
New York, New York 10249

Stock Exchange(s): New York

Ticker Symbol: OCF

Owens-Corning Fiberglas Corporation

Sales & Earnings

	Net Sales	Net Income †
1987	\$2,891,000,000	\$ 200,000,000
1986	3,644,410,000	15,643,000
1985	3,304,959,000	131,212,000
1984	3,021,183,000	113,886,000
1983	2,753,213,000	87,923,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	41,583,000	\$ 4.81
1986	31,776,000	0.49
1985	29,695,000	4.42
1984	29,444,000	3.87
1983	28,845,000	3.05

† Including extraordinary gain of \$8,184,000 (\$0.28 per share) in 1983 and extraordinary loss of \$20,000,000 (\$0.49 per share) in 1987.

‡ Based on the weighted average number of shares outstanding.

Revenues by Line of Business (000's)

	1987	1986
Insulation & construction	\$ 1,799,000	\$ 1,987,000
Industrial	492,000	440,000
Aerospace & strategic materials	91,000	524,000
International assets held for sale	457,000	375,000
Total	\$ 2,891,000	\$ 3,644,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ —	—	—
1986	1.05	—	—
1985	1.40	—	—
1984	1.30	—	—
1983	1.20	—	—

Common Stock Equity

	Total Equity (000's)	Equity Per Share ‡
1987	\$ (809,000)	\$ —
1986	(1,025,196)	—
1985	944,083	31.81
1984	841,629	28.58
1983	765,560	26.54

(Deficiency)

‡ Based on the weighted average number of shares outstanding.

Income Account * (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 2,891,000	\$ 3,644,000
Cost of sales	2,129,000	2,756,000
Expenses	335,000	544,000
Cost of borrowed funds	221,000	94,000
Other expense	4,000	14,000
Restructuring cost	—	200,000
Unusual items	(141,000)	—
Income bef. taxes	\$ 343,000	\$ 36,000
Income taxes	136,000	30,000
Eq. in inc. of affil.	(13,000)	(10,000)
Net income	\$ 220,000	\$ 16,000
Extraord. loss	(20,000)	—
Net income & extraord. loss	\$ 200,000	\$ 16,000

* Included in Costs and Expenses, Depreciation and Amortization: \$121,000,000 in 1987 and \$157,000,000 in 1986.

Assets (000's)

As of Dec. 31	1987	1986
Cash	\$ 9,000	\$ 4,000
Marketable securities	26,000	5,000
Restricted funds	—	85,000
Receiv., net	404,000	444,000
* Inventories	175,000	229,000
Net assets held for sale	—	393,000
Def. income taxes	68,000	69,000
Other current assets	11,000	11,000
Current Assets	\$ 693,000	\$ 1,240,000
Investments	54,000	38,000
* Fixed assets	804,000	818,000
Prepaid expenses & other assets	39,000	91,000
Total Assets	\$ 1,590,000	\$ 2,187,000

Liabilities (000's)

	1987	1986
Short-term debt	\$ 142,000	\$ 63,000
Long-term debt, curr.	11,000	761,000
Accts. payable & accruals	404,000	435,000
Income taxes	23,000	27,000
Curr. Liabilities	\$ 580,000	\$ 1,286,000
Long-term debt	1,482,000	1,645,000
Reserves	72,000	59,000
Deferred investment credit	24,000	33,000
Deferred inc. taxes	20,000	42,000
Pension plan liab.	41,000	23,000
Other liabilities	—	—
+ Common stock	180,000	124,000
Notes receivable	262,000	233,000
Retained earnings (def.)	(9,000)	(5,000)
Curr. trans. adj.	(1,067,000)	(1,247,000)
Treasury stock	(5,000)	(6,000)
Total Liabilities & Shareholders' Equity	\$ 1,590,000	\$ 2,187,000

* At cost (FIFO) and LIFO).

‡ Less accumulated depreciation.

+ \$0.10 par value.

Statistical Summary

% Income bef. Taxes to Sales	11.84	0.99
% Net Income to Sales	7.61	0.44
Sales to Inventories	16.52	15.91
Working Capital	\$ 113,000,000	—
Current Ratio	1.19	—
Shareholders' Equity (Deficiency)	\$ (809,000)	\$ (1,025,000)

Oxford Industries, Inc.

222 Piedmont Avenue, N.E.
Atlanta, Georgia 30308
(404) 659-2424

Officers: J. Hicks Lanier, chairman & president; John M. Hall, group v.p.; Fraser L. Hunter, group v.p.; Knowlton J. O'Reilly, group v.p.; John P. Hunter, Jr., v.p.-research & development; Robert D. Langley, v.p.-human resources; Benjamin B. Blount, Jr., esc. v.p.; William Lee, Jr., esc. v.p.-finance & administration; Abner E. Aviret, controller & treasurer; Jonathan M. Fee, v.p., secretary & gen. counsel; Kontz L. Mitchell, asst. controller; James W. Wold, asst. treasurer; Lawrence K. Menter, asst. secretary.

Directors: J. Hicks Lanier, chairman; J. Reese Lanier, Bradley Hale, John P. Hunter, Jr., R. William Lee, Jr., Wilton D. Looney, Gene W. Milner, Clifford M. Kirtland, Jr., Cecil D. Conley, Robert Strickland, John B. Ellis.

Business Activities: Manufactures men's, women's and children's apparel under various Oxford brands for sale to chain, department and specialty stores.

Apparel Trademarks and/or Brand Names: Wright, Merona Sport, Robert Stock, Holbrook, Oxford Shirts, Oxford Slacks, Merona, Cos Cob, Lanier Clothes, McGregor, JBU, Oleg Cassini, Polo for Boys, Manor Park, Oscar de la Renta, Jhane Barnes II, LeeWright, Boston Athletic Club by Oil Trudsson.

Plant Locations: Alamo, Alma, Bowman, Commerce, Covington, Cummings, Dawson, Dublin, Greenville, Lawrenceville, Lincolnton, Lyons, Macon, Monroe, Monticello, Reynolds, Rome, Royston, Tifton, Toccoa, Unadilla, Vidalia & Wadley, Ga.; Belton, Camden, Chester, Columbia, Donalds, Gaffney, Greenwood, Hickory Grove, Kingstree, Whitmire, S.C.; Burgaw, Hamlet & Maiden, N.C.; Fayette, Luverne, Ala.; Decherd, TN.; Narrows, Va.; Tupelo, Ms.; Agua Prieta, Sonora, Mexico.

Divisions:

Oxford Shirt Division
Lanier Clothes Division
Oxford Dress Division
Oxford Collections
Oxford Separates
Oxford Slacks
Merona Sport Division
Cos Cob Division

Subsidiaries:

Oxford Apparel, Inc.
Atlanta, Georgia

Oxford Retail, Inc.
Sanford, North Carolina

Oxford Products (Far East) Ltd.
Hong Kong & Singapore

Camisas Bahia Kino S.A. de C.V.
Sonora, Mexico

Merex Apparel International, Ltd.
Hong Kong & Taiwan

Transfer Agent(s):

Trust Company Bank
Atlanta, Georgia

Stock Exchange(s): New York

Ticker Symbol: OXM

Sales & Earnings

	Net Sales +	Net Income
1986	\$ 533,581,000	\$ 10,304,000
1985	558,666,000	7,133,000
1984	577,313,000	25,007,000
1983	516,677,000	22,654,000
1982	435,928,000	16,330,000

	No. of Com. Shares #	Earn. per Share #
1986	11,128,109	\$ 0.93
1985	11,079,593	0.64
1984	11,549,802	2.17
1983	11,554,892	1.96
1982	11,330,664	1.42

+ Including revenues from service contracts and finance charges.

Based on the average number of shares outstanding adjusted to reflect stock splits.

Revenues by Line of Business

	1986	1985	1984	1983
Apparel:				
Men'swear	63%	62%	62%	61%
Women'swear	37	38	38	39
Total	100%	100%	100%	100%

Common Stock

	Cash Dividend ‡	Stock Dividend	Stock Split
1986	\$ 0.45	—	—
1985	0.42	—	—
1984	0.36	—	2-for-1
1983	0.2925	—	2-for-1
1982	0.23	—	—

‡ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1986	\$ 128,746,000	\$ 11.57
1985	123,109,000	11.11
1984	120,518,000	10.43
1983	107,232,000	9.28
1982	87,800,000	7.61

‡ Based on the average number of shares outstanding adjusted to reflect stock splits.

Income Account *

Year ended	5/30/86	5/31/85
Net sales	\$ 333,581,000	\$ 358,666,000
Cost of sales	418,665,000	438,804,000
Expenses	92,626,000	100,425,000
Interest expense	3,491,000	6,844,000
Income before taxes	\$ 18,799,000	\$ 12,593,000
Income taxes	8,495,000	5,460,000
Net Income	\$ 10,304,000	\$ 7,133,000

* Included in Costs and Expenses, Depreciation and Amortization: \$7,982,000 in 1986 and \$7,304,000 in 1985.

Assets

As of	5/30/86	5/31/85
Cash	\$ 10,169,000	\$ 4,314,000
Receivables, net	64,307,000	72,187,000
* Inventories	87,855,000	111,547,000
Prepaid expenses	1,345,000	1,862,000
Current Assets	\$ 163,676,000	\$ 189,910,000
* Fixed assets	41,342,000	40,305,000
Other assets	2,839,000	4,997,000
Total Assets	\$ 207,857,000	\$ 235,012,000

Liabilities

	5/30/86	5/31/85
Notes payable	\$ —	\$ 40,000,000
Long-term debt, curr.	1,941,000	2,175,000
Accts. payable	31,160,000	24,603,000
Accruals	24,719,000	23,673,000
Income taxes	3,030,000	1,428,000
Curr. Liabilities	\$ 60,850,000	\$ 91,879,000
Long-term debt	18,261,000	20,024,000
+ Common stock	11,183,000	11,094,000
Add. paid-in capital	5,330,000	4,845,000
Retained earnings	112,233,000	107,170,000
Total Liabilities & Shareholders' Equity	\$ 207,857,000	\$ 235,012,000

* At lower of cost (LIFO) or market.
Less accumulated depreciation.
+ \$1 par value.

Statistical Summary

%Income bef. Taxes	3.52	2.25
to Sales	1.93	12.77
%Net Income to Sales	8.00	5.79
%Net Income to Equity	6.07	3.01
Sales to Inventories	0.16	0.18
Debt to Equity	\$ 102,826,000	\$ 98,031,000
Working Capital	2.69	2.07
Current Ratio	\$ 128,746,000	\$ 123,109,000
Shareholders' Equity		

Palm Beach Incorporated

400 Pike Street
Cincinnati, Ohio 45202
(513) 241-4260

Mailing Address:
P.O. Box 1519
Cincinnati, Ohio 45201

(a wholly owned subsidiary of Palm Beach Holdings, Inc., a privately held corporation)

Officers: M. John O'Donoghue, chairman of the board; Calvin Siegal, president; Lawrence W. Ward, exec. v.p.-adm.; William B. Anneken, exec. v.p.-finance; Jay Shaw, group president-Men's Wear; Thomas C. Roedersheimer, v.p.-corp. credit mgr.; Michael J. Shannon, v.p.-management information systems; William E. Beebe, treasurer; Walter L. Landergan, Jr., secretary; Paul W. Bridge, Jr., controller.

Directors: William B. Anneken, Calvin Siegal, James J. Burke, M. John O'Donoghue, John W. Stodder, Walter L. Landergan, Jr., Raymond J. Minella, Ruptner S. Sidhu, Franklin Simon, II.

Business Activities: Designs, manufactures and markets tailored suits, sport-coats, sportswear for men and boys. Also designs, manufactures and markets contemporary dresses, separates and tailored sportswear for women. Also operates outlet stores and formal wear rental establishments.

Trademarks and/or Brand Names: Palm Beach, Junt, Rugger, Evan Picone, Austin-Hill Ltd., Royal Palm Beach, Calvin-For-Men, Bataya Weave, Celebrity, Heritage, Calvin, William Barry Blasport, Bill Blas Collection III, John Weitz, Weekend, Trip-L-Aire, Hunter Haig, Brannoch, Varsity Town, Genuine Palm Beach, Springweave, Sunfrost, Palm Lite, Resortweave, Palm Springs, Country Set, Adler, Polo, Solo's, Planter Linen, Sampeck, Buddy, Haspel, Eagle Shirtmakers, Evan Picone for Men, Haspel Turnbury, J. Press, Hammonton Park, Polo by Ralph Lauren.

Plant Locations: Knoxville, Tenn.; Talladega, Alabama; Lebanon, Erlanger, Danville & Somerset, Kentucky; North Bergen, New Jersey; Gallitzin, Allentown & Mahanoy City, Pa.; New Bedford, Mass.; Salisbury, Md.

Divisions and Subsidiaries:

Calvin Clothing Corporation
64 Conduit St.
New Bedford, Massachusetts

Evan-Picone
7801 Tonnelle Blvd.
North Bergen, New Jersey

Palm Beach Tailored Clothing
Evan-Picone for Men, Inc.
Haspel/Gant Tailored Clothing

All at:

400 Pike Street
Cincinnati, Ohio 45202
Gunt Corporation

Eagle Shirtmakers, Inc.
2645 Mitchell
Allentown, Pennsylvania

William Barry Company, Inc.
Eagle Youthwear, Inc.

Transfer Agent(s):

Manufacturers Hanover Trust Company
New York, New York

Stock Exchange(s): Pacific

Ticker Symbols: PMB.Pr (preferred) and PMB.A (debenture). Note: On December 11, 1985, the Company became a wholly owned subsidiary of Palm Beach Holdings, Inc. as a result of the acquisition and merger of Palm Beach Incorporated. Palm Beach, Inc. before the merger is referred to as "Predecessor"; Palm Beach Incorporated after the merger is referred to as "Palm Beach".

Sales & Earnings

	Net Sales +	Net Income
1986*	\$ 394,238,000	\$ (5,973,000)
1985*	419,065,000	5,279,000
1984*	458,961,000	10,028,000
1983*	472,394,000	13,944,000
1982*	491,018,000	9,524,000
	No. of Com. Shares	Earn. per Share ‡
1986*	1,000	\$ —
1985*	1,000	—
1984*	3,707,285	2.71
1983*	2,691,765	3.60
1982*	3,653,765	2.29

(Loss)

* 53 Weeks.

+ Predecessor.

+ Of continuing operations only.

Based on the weighted average number of shares outstanding.

‡ Earnings per share in 1986 and 1985 are omitted because Palm Beach's common shares are no longer publicly held.

Common Stock Equity

	Total Equity	Equity Per Share
1986*	\$ (2,163,000)	\$ —
1985*	8,155,000	—
1984*	9,082,000	26.19
1983*	91,180,000	24.70
1982*	81,947,000	22.43

(Deficiency)

* Palm Beach.

+ Predecessor.

Income Account

Year ended	1/3/87 (53 Weeks)	12/28/85*
Net sales	\$ 394,238,000	\$ 419,065,000
Cost of sales	298,810,000	315,081,000
Expenses	77,111,000	85,213,000
Interest expense	26,291,000	15,675,000
Other income	(1,510,000)	(6,510,000)
Income (loss) before taxes	\$ (6,464,000)	\$ 9,606,000
Income taxes (credit)	(491,000)	4,327,000
Net Income (Loss)	\$ (5,973,000)	\$ 5,279,000

* Predecessor.

Assets

As of	1/3/87	12/28/85
Cash	\$ 1,156,000	\$ 2,126,000
Cash investments	4,433,000	4,279,000
Accts. receiv., net	38,004,000	30,218,000
Income tax refund	4,537,000	—
*Inventories	123,234,000	125,262,000
Prepaid expenses	5,629,000	6,239,000
Curr. Assets	\$ 176,993,000	\$ 188,124,000
*Fixed assets	40,441,000	44,272,000
Other assets	27,896,000	29,920,000
Total Assets	\$ 245,330,000	\$ 262,316,000

Palm Beach Incorporated

Liabilities		
Long-term debt, curr.	\$ 6,760,000	\$ 8,891,000
Accts. payable	59,824,000	45,720,000
Accruals	12,280,000	14,565,000
Income taxes	—	671,000
Curr. Liabilities	\$ 78,864,000	\$ 69,847,000
Long-term debt	148,727,000	171,456,000
Other liabilities	3,137,000	1,231,000
Deferred inc. taxes	782,000	—
+Redem. pref. stock	15,973,000	11,627,000
+Common stock	1,000	1,000
Add. paid-in capital	4,940,000	8,154,000
Retained earnings	(7,104,000)	—
Total Liabilities & Shareholders' Equity	\$ 245,320,000	\$ 262,316,000

* At standard cost which approximates actual cost (LIFO) and is not in excess of market.

† Less accumulated depreciation and amortization.

+ \$0.01 par value; 10% cumulative exchangeable.

++ \$0.10 par value.

Statistical Summary

%Income before Taxes to Sales	—	2.29
%Net Income to Sales	—	1.26
Sales to Inventories	3.20	3.35
Working Capital	\$ 98,119,000	\$ 118,277,000
Current Ratio	2.24	2.69
Shareholders' Equity (Deficiency)	\$ (2,163,000)	\$ 8,155,000

Pannill Knitting Company, Incorporated

202 Cleveland Avenue
P.O. Box 5151
Martinsville, Virginia 24115
(703) 638-8841

Officers: William G. Pannill, chairman of the board & chief exec. officer; John G. Decker, president & chief operating officer; Bryce N. Middleton, exec. v.p. & chief financial officer; Norman H. Phillips, v.p. & dir. sales; William L. Pannill, v.p.-merchandising; Joe R. Brown, secretary & treasurer; T. Eugene McBride, v.p.-operations; M. Richard Masoncup, v.p.-finance & controller; Julius A. Dykes, v.p.-human resources; Dwight M. Pemberton, v.p.-manufacturing; Robert P. Robertson, v.p. & national sales mgr.; Stephen Kornberg, v.p.-sales, Eastern region; James P. Murphy, v.p.-sales; Marijane M. Meadows, asst. secretary.

Directors: William G. Pannill, chairman; John G. Decker, Bryce N. Middleton, Peter E. Bennett, Gilbert Butler, R. Bradford Malt, Arthur W. Wadman.

Business Activities: Manufactures and distributes fleeced sportswear, offering sweatshirts and sweatpants in a wide array of colors and sizes, for men, women, children and infants. Principal products are long-sleeve crewneck sweatshirts, hooded sweatshirts available in zipper or pullover styles and sweatpants with elastic or drawstring waists.

Trademarks and/or Brand Names: Pannill, Ultra Sweats.

Plant Locations: Martinsville, Gretna, Floyd, Stuart, and Rocky Mount, Virginia; Eden, N.C.

Acquisitions:

Eden Yarns, Inc.
(50%-owned)
Eden, North Carolina
Manufactures yarn.

Treasurer Agent(s):

Crestar Bank
919 East Main Street
Richmond, Virginia 23219

Stock Exchange(s): New York

Ticker Symbol: PKC

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 259,922,000	\$ 16,779,000
1986	245,498,000	21,703,000
1985	191,522,000	18,830,000
1984 *	117,865,000	(7,203,000)
1983 x	160,052,000	22,752,000

	No. of Com. Shares ‡	Earn. per Share † ‡
1987	15,000,000	\$ 1.12
1986	15,000,000	1.41
1985	14,821,000	1.19
1984 *	14,570,000	—

(Loss)

* 36 weeks.

x On Apr. 18, 1984, Pannill Knitting Co., (The Predecessor Company) was merged into PKC Acquisition, Inc., whose name was changed to Pannill Knitting Company, Inc. at the time of the merger. These figures are for the Predecessor Company.

† Including extraordinary gain of \$4,872,000 (\$0.33 per share) in 1985 and extraordinary loss of \$708,000 (\$0.05 per share) in 1986.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 39,335,000	\$ 2.62
1986	22,556,000	1.50
1985	1,383,000	0.09
1984	(16,720,000)	—

(Deficiency)

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Accounts * (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 259,922	\$ 245,498
Cost of sales	191,992	161,130
Expenses	16,904	16,105
Amortization of goodwill	1,809	2,157
Interest expense	19,249	17,310
Amort. of fin. costs	803	1,702
Interest income	(1,372)	(1,041)
Public offering expense	—	1,918
Other expenses	258	19
Inc. bef. taxes	\$ 30,279	\$ 46,198
Income taxes	13,500	23,787
Net income	\$ 16,779	\$ 22,411
Extraord. loss	—	(708)
Net income & extraord. loss	\$ 16,779	\$ 21,703

* Included in Costs and Expenses, Depreciation: \$7,533,000 in 1987 and \$6,231,000 in 1986.

Assets (000's)

As of Dec. 31	1987	1986
Cash	\$ 3,253	\$ 2,333
Accts. receiv., net	93,935	65,028
Inventories	28,639	26,577
Prepaid expenses	516	394
Current Assets	\$ 126,343	\$ 94,332

\$ Fixed assets	82,770	75,327
Invest. in 30%-owned affil.	2,915	—
Other assets	54,433	56,468
Total Assets	\$ 266,481	\$ 226,127

Liabilities (000's)

Long-term debt, curr.	\$ 15,750	\$ 11,000
Accts. payable	4,770	12,418
Accrued payroll	5,640	5,871
Other accruals	187	428
Accrued income taxes	4,239	12,061
Curr. Liabilities	\$ 26,586	\$ 41,778
Long-term debt	178,019	142,787
Deferred inc. taxes	22,541	19,006
+ Common stock	130	130
Add. paid-in capital	14,893	14,893
Retained earn.	47,539	30,780
Exc. of purch. price over value of predecessor company	(23,247)	(23,247)
Total Liabilities & Shareholders' Equity	\$ 266,481	\$ 226,127

* At lower of cost (FIFO) or market.

† Less accumulated depreciation.

+ \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	11.65	18.82
%Net Income to Sales	6.46	9.13
Sales to Inventories	9.08	9.24
Debt to Equity	4.82	6.82
Working Capital	\$ 99,757,000	\$ 52,556,000
Current Ratio	4.75	2.26
Shareholders' Equity	\$ 39,335,000	\$ 22,556,000

Phillips-Van Heusen Corporation

1290 Avenue of the Americas
New York, New York 10104
(212) 541-5200

Officers: Lawrence S. Phillips, chairman; Bruce J. Klatzky, president; Irwin W. Winter, v.p. & chief financial officer; Michael Frankel, v.p. & counsel; Pamela N. Hookin, v.p.-treasurer & secretary; Cynthia L. Tarantino, v.p. & controller; James J. Murphy, v.p.; Murray Weinberg, v.p.; Walter C. Zambrovitz, v.p.

Directors: Lawrence S. Phillips, chairman; Shirley Goodman Brown, Edward H. Cohen, Estelle Ellis, Bruce J. Klatzky, Bruce Maggin, Ella E. Meredith, James J. Murphy, Steven L. Osterweis, William S. Scolnick, Peter J. Solomon, Irwin W. Winter.

Business Activities: Manufactures men's dress shirts, sport shirts, jeans, topcoats, raincoats, sweaters, slacks, sportswear, outerwear, suits and sportcoats; women's shirts and blouses; and men's and women's shoes. Also operates retail clothing stores and shoe stores.

Apparel Trademarks and/or Brand Names: Van Heusen Collection, Cricketer, Country Britches, Hennessy, Cacharel, Custom Club, Open Boundaries, Daks, Made For Westsands, Geoffrey Beene, Cricketer Woman, 417, Baracuta, Corum, Players, Etienne Aigner, Alan Flusser, Baccarat, Winterweights, Gear by Van Heusen, Bas Wee-juns.

Divisions and Subsidiaries:

Retail Division

The Retail Group

Van Heusen Retail
O.H. Bass Retail

Manufacturing Divisions:

The Van Heusen Group of Companies

Pope, Evans and Robbins Incorporated

The Van Heusen Company
The Designer Group
The Pickwick Company
The Van Heusen Corporate Markets Company
Private Label Sportswear Group
PVH Somerset Company
Somerset Knitting Mills, Inc.

All at:

1290 Avenue of Americas
New York, New York 10104

Acquisition:

G.H. Bass & Co.
Engaged in the manufacture, distribution and retail marketing of men's and women's shoes.

Transfer Agent(s):

Chase Manhattan Bank, N.A.
1 New York Plaza
New York, New York 10011

Stock Exchange(s): New York

Ticker Symbol: PVH

Sales & Earnings

	Net Sales †	Net Income
1988	\$ 500,025,000	\$ 30,009,000
1987	370,932,000	20,101,000
1986	397,466,000	15,935,000
1985*	401,111,000	15,296,000
1984	327,049,000	17,262,000

	No. of Com. Shares ‡	Earn. per Share ‡
1988	9,039,000	\$ 1.97
1987	15,134,000	1.27
1986	15,279,000	1.02
1985*	15,231,000	0.98
1984	15,142,000	1.18

* 53 weeks.
† Including operating revenues of continuing operations only.
‡ Adjusted to reflect stock splits.
+ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Revenues by Line of Business (000's)

	1988	1987
Apparel	\$ 416,407	\$ 370,932
Footwear	83,618	—
Total	\$ 500,025	\$ 370,932

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1988	\$ 0.25	—	2 1/2-for-1
1987	0.16	—	—
1986	0.16	—	—
1985*	0.16	—	—
1984	0.13	—	2-for-1

+ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share +
1988	\$ 22,456,000	\$ 2.48
1987	164,322,000	10.87
1986	150,676,000	9.86
1985	137,567,000	9.03
1984	124,465,000	8.22

+ Adjusted to reflect stock splits.

Income Accounts* (000's)

Year ended	1988	1987
Net sales & rev.	\$ 500,025	\$ 370,932
Cost of sales	350,364	254,583
Expenses	110,156	79,996
Other expense (income)	(2,678)	462
Interest expense	6,210	3,216
Income before taxes	\$ 35,973	\$ 32,675
Income taxes	14,655	15,497
Inc.-cont. oper.	\$ 21,318	\$ 17,178
Inc.-discont. oper.	8,891	2,923
Net Income	\$ 30,009	\$ 20,101

* Included in Costs and Expenses, Depreciation and Amortization: \$3,130,000 in 1988 and \$3,673,000 in 1987.

Assets (000's)

As of	1988	1987
Cash	\$ 22,621	\$ 26,133
Receiv., net	70,136	40,161
*Investments	142,818	76,930
Other curr. assets	7,545	2,335
Net assets held for sale	15,015	33,567
Curr. Assets	\$ 258,135	\$ 179,366
*Fixed assets	47,487	28,586
Net assets held for sale	—	4,400
Intangibles	3,255	3,273
Other assets	8,896	2,697
Total Assets	\$ 317,773	\$ 218,322

Liabilities (000's)

	1988	1987
Long-term debt, curr.	\$ 4,539	\$ 529
Cap. lease oblig., curr.	301	352
Accrs payable	26,046	13,615
Accruals	49,344	20,973
Income taxes	6,511	4,425
Curr. Liabilities	\$ 86,741	\$ 39,894
Long-term debt	117,596	3,936
Cap. lease oblig.	3,252	3,552
Other liabilities	14,928	6,418
Redeem preferred stock	72,800	—
+Common stock	15,766	15,278
Add. paid-in capital	30,927	27,362
Retained earnings	149,570	127,045
Treasury stock	(173,807)	(5,163)
Total Liabilities & Shareholders' Equity	\$ 317,773	\$ 218,322

* At lower of cost or market. Apparel at LIFO; footwear at FIFO.
+ Less accumulated depreciation and amortization.
+ \$1 par value.

Statistical Summary

%Net Income to Equity	—	12.22
Debt to Equity	5.60	0.05
Working Capital	\$ 171,394,000	\$ 139,472,000
Current Ratio	2.98	4.30
Shareholders' Equity	\$ 22,456,000	\$ 164,322,000

Pope, Evans and Robbins Incorporated

1410 Broadway, 24th Floor
New York, New York 10018
(212) 391-8300

Officers: Joseph E. Robbins, chairman of the board & secretary; Harry Rabinowitz, president & treasurer.

Directors: Joseph E. Robbins, chairman; Julian L. Barnett, Isidore Sol Jaffe, Richard L. Moore, Harry Rabinowitz.

Business Activities: Designs, imports and distributes sweaters and other knit products. Manufactures and markets women's blouses and tops and imports and sells at wholesale a wide range of wearing apparel. The Company also operates retail stores engaged in the sale of fabrics, notions, and related products.

Trademarks and/or Brand Names: De Rotchild, Extra Energy, Heidi, Heidi kids, Gladys Bagley, Gladys Bagley Petites, Lady DeRotchild.

Plant Location: New York, New York; San Lorenzo, Puerto Rico; Windgap, Pennsylvania.

Subsidiaries:

DeRotchild Knitwear, Inc.
Fabric Tree, Inc.

Acquisition(s):

Pat Fashions Industries, Inc.
1370 Broadway
New York, New York
(212) 695-3510

Imports and sells a wide range of wearing apparel at wholesale. Also, manufactures and markets women's blouses and tops.

Transfer Agent(s):

Continental Stock Transfer and Trust Co.
72 Reade Street
New York, New York

Stock Exchange(s): American

Ticker Symbol: PER

Sales & Earnings x

	Net Sales +	Net Income
1987	\$ 57,200,000	\$ (12,871,000)
1986	58,060,000	(97,221,000)
1985	61,622,000	(12,947,000)
1984	31,343,000	1,149,000
1983	—	7,828,000

No. of Com. Shares ‡

	No. of Com. Shares ‡	Earn. per Share ‡
1987	7,404,000	\$ —
1986	8,008,000	—
1985	8,227,000	—
1984	8,180,000	0.14
1983	8,184,000	0.96

(Loss)

x Prior to 1984 the Company was engaged in the protective fabrics and garments business only. In 1983 these businesses were discontinued, therefore net sales are omitted prior to 1984.

+ Of continuing operations only.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	—
1986	—	—	—
1985	—	—	—
1984	—	—	—
1983	—	—	3-for-2

Pope, Evans and Robbins Incorporated

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 7,504,000	\$ 1.01
1986	22,946,000	2.87
1985	31,349,000	3.81
1984	44,263,000	5.41
1983	42,546,000	5.20

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account *

Year ended June 30	1987	1986
Net sales	\$ 57,200,000	\$ 58,060,363
Cost of sales	47,029,000	46,932,893
Expenses	15,438,000	14,556,689
Prov. for store clos.	2,000,000	—
Interest expense	3,188,000	2,142,334
Other expenses	621,000	614,663
Loss bef. taxes	\$ (11,076,000)	\$ (6,186,216)
Tax credit	(73,000)	(761,000)
Loss - cont. oper.	\$ (11,003,000)	\$ (5,425,216)
Loss - discount oper.	(1,868,000)	(1,796,041)
Net Loss	\$ (12,871,000)	\$ (7,221,257)

* Included in Costs and Expenses, Depreciation and Amortization: \$1,304,000 in 1987 and \$1,201,136 in 1986.

Assets

As of June 30	1987	1986
Cash	\$ 6,202,000	\$ 1,589,335
Accts. receiv., net	8,782,000	7,769,858
Refundable taxes	484,000	2,317,030
* Inventories	14,431,000	15,726,645
Prepaid expenses	1,054,000	803,174
Net assets-discount oper.	—	9,353,387
Current Assets	\$ 30,953,000	\$ 37,559,449
Fixed assets	2,802,000	5,300,445
Notes receivable	16,900,000	16,900,000
Other assets & deferred charges	2,032,000	2,491,103
Intangibles	7,095,000	7,289,857
Net assets-discount oper.	488,000	649,507
Total Assets	\$ 60,870,000	\$ 70,090,361

Liabilities

Notes payable	\$ 13,930,000	\$ 9,320,037
Long-term debt, curr.	73,000	88,007
Accts. payable	5,634,000	3,949,675
Accruals	1,311,000	1,414,514
Income taxes	11,000	129,309
Curr. Liabilities	\$ 20,959,000	\$ 14,901,542
Long-term debt	32,407,000	32,242,783
+ Common stock	840,000	839,959
Add. paid-in capital	21,598,000	21,597,678
Retained earnings (deficit)	(8,583,000)	4,288,448
Treasury stock	(6,351,000)	(3,780,049)
Total Liabilities & Shareholders' Equity	\$ 60,870,000	\$ 70,090,361

* At lower of cost (FIFO) or market.
‡ Less accumulated depreciation.

+ \$0.10 par value.

Statistical Summary

Sales to Inventories	3.96	3.69
Debt to Equity	6.18	1.82
Working Capital	\$ 9,994,000	\$ 22,657,907
Current Ratio	1.48	1.32
Shareholders' Equity	\$ 7,504,000	\$ 22,946,036

PPG Industries, Inc.

One PPG Place
Pittsburgh, Pennsylvania 15272
(412) 434-3131

Officers: Vincent A. Sarni, chairman of the board & chief executive officer; Edward J. Slack, president & chief operating officer; Frank V. Breeze, vice chairman & chief administrative officer; Robert H. Mitchell, v.p.-finance; Charles P. Blahous, v.p.-environment, health & safety; Guy A. Zoghby, v.p. & general counsel; L. B. Boswell, v.p.-International; Richard B. Parra, v.p.-human resources; Raymond W. LeBoeuf, v.p.-purchasing & distribution; Edward I. Sproull, Jr., v.p.-tax administration; John J. Morgan, v.p.-corp. development; Thomas F. Hudak, controller; Lawrence M. Call, treasurer; Edward Mazenki, Jr., v.p. & secretary; Joseph E. Rowe, v.p. & chief scientist; Robert D. Duncan, group v.p.-glass; Eugene B. Mosier, group v.p.-coatings & resins; Richard M. Kompala, group v.p.-chemicals; Edward F. Voboril, v.p. & gen. mgr.-Biomedical Systems Division; Franklin H. Green, v.p.-fiber glass products.

Directors: Frank V. Breeze, Douglas D. Danforth, Stanley C. Gault, James F. Jung, Stephen F. Keating, John W. Morrison, Robert W. Morse, Vincent A. Sarni, Edward J. Slack, L. Stanton Williams, Harold A. McLane, Allen J. Krueve.

Business Activities: Engaged in the production of coatings and resins, chemicals, flat glass, medical electronic systems and fiber glass products, including yarn for textile manufacture, fibers and mats for reinforced plastic products.

Textile Trademarks and/or Brand Names: TEXO, LEX, HercuFlex.

Fiber Glass Plant(s): Lexington & Shelby, N.C.; Wigan, England.

Divisions and Subsidiaries

Glass Group
Coatings & Resin Group
Chemicals Group

Instrument & Systems Group PPG Canada
Toronto, Ontario, Canada

Boussais
France

Peintures Corona (98% owned)
France

Biomedical Systems Division
Freiburg, West Germany
Best, The Netherlands
Manufactures patent monitoring systems and sensors, defibrillators, and electrocardiogram instruments.

Ampaspace (80% owned)
Cremona, Italy
Manufacture of aircraft transparencies.

Vernante Pannitalia

PPG Industries (U.K.) Ltd.
Manufactures automotive and industrial coatings.

Industrie Vernici Italiane, S.p.A.
Manufactures automotive and industrial coatings and resins.

Asahi-Penn Chemical
Chiba, Japan

Pinturas Pittsburgh de Mexico (59% owned)
Tlalapehala, Mexico

Pinturas Pittsburgh Iberica (60% owned)
Spain

PPG Industries Taiwan (55% owned)
Taichung, Taiwan

Wulffing
Wuppertal, West Germany

Silenka B.V.
The Netherlands

Jordan Chemical Company
Folcroft, Pennsylvania
Manufactures specialty chemicals.

Dangyu Industrial Company Ltd.
Pusan, Korea
Produces automotive coatings.

Chemfil Corporation
Metal pretreatment supplier.

Mazer Chemicals, Inc.
Santek Chemicals, Inc.
Specialty chemical manufacturers.

Lenhardt Maschinenbau GmbH (75% owned)
Manufacturer of insulating glass machinery.

Acquisitions

Separations Technology, Inc.
Manufactures and markets liquid chromatography process equipment.

Solasas U.S.A., Inc.
A wholesale distributor of automotive replacement glass.

JME Chemicals, Inc.
A metal pretreatment supplier.

Transfer Agent(s)

Pittsburgh National Bank
Stock Transfer Department - 982
Pittsburgh, Pennsylvania 15265

Stock Exchange(s): New York, Philadelphia, Pacific, Tokyo

Ticker Symbol: PPG

Sales & Earnings

	Net Sales (000's)	Net Income (000's)
1987	\$ 5,182,400	\$ 377,100
1986	4,687,100	316,400
1985	4,345,300	302,700
1984	4,242,200	302,600
1983	3,681,600	232,900

	No. of Com. Shares #	Earn. per Share \$
1987	118,200,000	\$ 3.19
1986	118,900,000	2.66
1985	133,400,000	2.27
1984	139,900,000	2.16
1983	139,600,000	1.67

Based on the average number of shares outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend‡	Stock Dividend	Stock Split
1987	\$ 1.11	—	—
1986	0.94	—	2-for-1
1985	0.82	—	—
1984	0.70	—	—
1983	0.62	—	2-for-1

‡ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity (000's)	Equity Per Share ‡
1987	\$ 2,043,500	\$ 18.43
1986	1,977,800	18.56
1985	1,705,300	14.39
1984	2,015,000	14.41
1983	1,846,000	13.21

‡ Adjusted to reflect stock splits.

Income Account
(000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 5,182,000	\$ 4,677,100
Cost of sales	3,063,600	2,799,600
Expenses	772,800	674,200
Research & devel.	227,100	203,300
Depreciation	265,800	242,200
Interest expense	106,800	98,600
Minor. taxes	162,000	149,300
Share of cons. of eq. aff.	(16,000)	(17,300)
Bus. divest.	(15,500)	—
Other income	(66,800)	(68,500)
Other charges	40,500	42,800
Income before taxes	\$ 642,300	\$ 562,900
Income taxes	259,800	236,200
Minority interest	5,400	10,300
Net income	\$ 377,100	\$ 316,400

Assets
(000's)

As of Dec. 31	1987	1986
Cash & time deposits	\$ 69,600	\$ 53,900
Marketable securities	12,500	12,400
Receiv., net	1,037,300	896,000
*Inventories	630,700	601,600
Other assets	63,500	52,000
Current Assets	\$ 1,835,600	\$ 1,615,900
Investments	173,700	135,800
*Fixed assets	2,685,500	2,660,600
Other assets	251,600	229,100
Total Assets	\$ 4,967,900	\$ 4,641,400

Liabilities
(000's)

Short-term borrowings & long-term debt, curr.	\$ 30,300	\$ 338,000
Accts. payable & accruals	736,800	611,000
Income taxes	18,700	18,900
Oblig. under cap. leases	9,800	7,800
Cur. Liabilities	\$ 1,274,800	\$ 975,700
Long-term debt	843,000	966,000
Oblig. under cap. leases	40,300	42,400
Pension inc. taxes	370,400	367,700
Accrued pensions	81,700	76,800
Minor. & repaid	82,400	65,900
Other liabilities	145,100	86,100
Minority interest	86,500	83,000
+Common stock	365,700	351,500
Treasury stock	(855,100)	(342,400)
Retained earnings	2,459,500	2,213,900
Foreign currency translation	73,400	(45,200)
Total Liabilities & Shareholders' Equity	\$ 4,967,900	\$ 4,641,400

* At cost (LIFO) or at lower of cost or market.
* Less accumulated depreciation.
+ \$1.67 2/3 par value.

Statistical Summary

%Income bef. Taxes to Sales	12.39	12.01
%Net Income to Sales	7.28	6.73
%Net Income to Equity	18.45	16.00
Sales to Inventories	7.26	7.79
Debt to Equity	0.69	0.68
Working Capital	\$ 360,800,000	\$ 640,300,000
Current Ratio	1.44	1.66
Shareholders' Equity	\$ 2,043,500,000	\$ 1,977,800,000

Private Brands, Inc.

750 Kent Avenue
Brooklyn, New York 11211
(718) 237-0472

Officers: Aaron J. Gross, chairman; Milton S. Jacoby, president & chief exec. officer; Yitshak Schlesinger, v.p., secretary & chief financial officer.

Directors: Aaron J. Gross, chairman; Milton S. Jacoby, Yitshak Schlesinger, Judith W. Powers, Jacob Schlesinger.

Business Activities: Designs and manufactures high-quality women's active and leisure wear on an exclusive basis for a number of the country's leading specialty chains. The manufacturing process involved the conversion of raw yarn into single jersey and double knit fabrics such as velours, french terry, stripes in all dimensions and other diversified knitted fabrics. Apparel includes tops and two- and three-piece ensembles. The Company has also commenced to design and manufacture various lines of men's active and leisure wear.

Plant Location(s): Brooklyn, New York.

Subsidiaries

Pous Apparel Inc.
Sportway Industries, Inc.

Transfer Agent(s)

American Stock Transfer Company
99 Wall Street
New York, New York

Stock Exchange(s): Philadelphia, Over-the Counter

Ticker Symbol(s): PBR (Philadelphia), PRIV (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1986	\$ 15,073,652	\$ 767,323
1985	12,868,513	71,281
1984	10,082,084	39,455
1983	8,507,815	49,720
1982	7,096,182	69,161
	No. of Com. Shares	Earn. per Share ‡
1986	9,000,000	\$ 0.90
1985	9,000,000	0.01
1984	9,000,000	0.01
1983	9,000,000	0.01
1982	9,000,000	0.01

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1986	\$ 2,363,460	\$ 0.26
1985	1,596,137	0.18
1984	1,524,856	0.17
1983	1,485,401	0.17
1982	535,681	0.06

Income Account

Year ended Sept. 30	1986	1985
Net sales	\$ 15,073,652	\$ 12,868,513
Cost of sales	12,117,804	11,515,888
Expenses	917,638	803,056
Depreciation	186,089	171,588
Interest expense	331,182	292,922
Income before taxes	\$ 1,520,939	\$ 85,099
Income taxes	753,616	13,778
Net Income	\$ 767,323	\$ 71,281

Assets

As of Sept. 30	1986	1985
Cash	\$ 17,248	\$ 96,152
Cert. of deposit	432,946	415,140
Accts. receiv., net	3,401,915	3,319,706
Loans receivable	10,284	—
*Inventories	2,373,000	630,220
Prepaid expenses	30,868	15,924
Current Assets	\$ 6,423,261	\$ 4,497,142
*Fixed assets	737,914	855,358
Underwriting costs	20,000	—
Security deposits	2,759	13,755
Total Assets	\$ 7,183,934	\$ 5,366,255

Liabilities

Loans payable to fin. co.	\$ 2,642,814	\$ 2,841,763
Notes payable	5,847	26,368
Accts. payable	630,254	736,052
Bank loan payable	542,887	—
Loans payable	15,000	—
Accruals & taxes payable	241,967	145,935
Income taxes	721,709	—
Cur. liabilities	\$ 4,820,474	\$ 3,770,118
+Common stock	9,000	9,000
Add. paid-in capital	1,096,000	1,096,000
Retained earnings	1,258,460	491,127
Total Liabilities & Shareholders' Equity	\$ 7,183,934	\$ 5,366,255

* At lower of cost (FIFO) or market.
+ Less accumulated depreciation.
+ \$0.001 par value.

Statistical Summary

%Income bef. Taxes to Sales	10.09	0.66
%Net Income to Sales	5.09	0.55
%Net Income to Equity	32.47	4.47
Sales to Inventories	6.35	19.79
Debt to Equity	1.12	1.80
Working Capital	\$ 1,602,787	\$ 727,024
Current Ratio	1.33	1.19
Shareholders' Equity	\$ 2,363,460	\$ 1,596,137

ProGroup, Inc.

6201 Mountain View Road
Ooltewah, Tennessee 37363
(615) 238-3890

Officers: John M. Tucker, chairman of the board, president & chief exec. officer; Edgar M. Luedeker, v.p.; Alvin C. R. may, v.p.-manufacturing; Thomas A. Caldwell, secretary; Charles B. Cory, controller.

Directors: Robert H. Caldwell, C. William Crain, Lewis W. Ortmig, Arnold D. Palmer, John B. Stout, John M. Tucker, George R. Wislar.

Business Activities
Manufactures and sell golf equipment and nylon sports apparel, including golf clubs, bags, luggage, gloves, rain-wear and sports apparel.

Trademarks and/or Brand Names: Duckster, Arnold Palmer, First Flight, Donatita, Palmer Purlins, Hotte, James H. McClory, The Axiom.

Plant Locations: Cleveland and Ooltewah, Tenn.; Poca-hontas, Ark.

Divisions and Subsidiaries

Arnold Palmer Golf Company

Duckster Sportswear Division

PGC International, Inc. (DISC)

ProGroup, Inc.

Transfer Agent(s):

Third National Bank
Box 2844
Uptown Station
Nashville, Tennessee 37219

Stock Exchange(s): Over-the-Counter

Ticker Symbol: PRGR (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$ 28,915,000	\$ 2,536,000
1986	27,596,000	1,999,000
1985	25,803,000	702,000
1984	24,927,000	1,282,000
1983	21,753,000	1,493,000

	No. of Com. Shares	Earn. per Share
1987	2,539,834	\$ 0.97
1986	2,635,562	0.76
1985	2,572,889	0.27
1984	2,551,389	0.48
1983	2,534,389	0.57

† Based on the monthly average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1987	1986
Golf equipment & accessories	\$ 20,427,000	\$ 20,804,000
Apparel	8,488,000	6,792,000
Total	\$ 28,915,000	\$ 27,596,000

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 16,829,000	\$ 6.46
1986	15,248,000	5.78
1985	13,199,000	5.11
1984	12,434,000	4.87
1983	11,132,000	4.39

Income Account*

Year ended	10/3/87	9/27/86
Net sales	\$ 28,915,000	\$ 27,596,000
Cost of sales	17,710,000	16,723,000
Expenses	7,181,000	7,213,000
Interest expense	53,000	50,000
Interest income	(183,000)	(212,000)
Other income	(380,000)	(94,000)
Income before taxes	\$ 4,534,000	\$ 3,916,000
Income taxes	1,998,000	1,917,000
Net income	\$ 2,536,000	\$ 1,999,000

* Included in Costs and Expenses, Depreciation and Amortization: \$405,000 in 1987 and \$368,000 in 1986.

Assets

As of	10/3/87	9/27/86
Cash	\$ 154,000	4,074,000
Receiv., net	10,557,000	8,190,000
*Inventories	3,930,000	3,186,000
Prepaid expenses	600,000	991,000
Current Assets	\$ 15,241,000	\$ 16,041,000
*Fixed assets	3,163,000	1,707,000
Other assets	1,461,000	1,408,000
Total Assets	\$ 21,865,000	\$ 19,156,000

Liabilities

Long-term debt, curr.	\$ 19,000	\$ 17,000
Accts. payable	1,367,000	720,000
Accruals	1,785,000	1,312,000
Income taxes	1,033,000	1,090,000
Curr. Liabilities	\$ 4,204,000	\$ 3,099,000
Long-term debt	734,000	728,000
Debt, inc. taxes	98,000	81,000
+ Common stock	1,270,000	1,318,000
Add. paid-in capital	2,105,000	3,106,000
Retained earnings	13,454,000	10,922,000
Treasury stock	—	(118,000)
Total Liabilities & Shareholders' Equity	\$ 21,865,000	\$ 19,156,000

* At lower of cost (LIFO) or market.
† Less accumulated depreciation and amortization.
‡ \$0.50 per value.

Statistical Summary

% Income bef. Taxes to Sales	15.68	14.19
% Net Income to Sales	8.77	7.34
% Net Income to Equity	15.07	13.11
Sales to Inventories	7.36	8.66
Debt to Equity	0.04	0.05
Working Capital	\$ 11,037,000	\$ 12,942,000
Current Ratio	3.63	5.18
Shareholders' Equity	\$ 16,829,000	\$ 15,248,000

No. of Com. Shares

1988	1,734,418	\$ 1.78
1987	1,678,469	1.35
1986	1,632,992	0.53
1985	1,581,519	—
1984	1,505,832	0.44

(Loss)

* 53 weeks.
† Of continuing operations only.
‡ Based on the weighted average number of common shares and common share equivalents outstanding.
† Including extraordinary gains of \$96,000 (\$0.06 per share) in 1988 and \$623,000 (\$0.37 per share) in 1987.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1988	\$ —	—	—
1987	—	—	—
1986	—	—	—
1985	0.10	—	—
1984	0.075	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1988	\$ 14,445,779	\$ 8.38
1987	12,397,704	7.39
1986	10,064,990	6.09
1985	9,050,430	5.72

† Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account*

Year ended	2/27/88	2/28/87
Net sales	\$ 105,582,128	\$ 106,277,261
Cost of sales	86,139,553	88,493,119
Expenses	14,617,762	14,470,866
Interest expense	2,629,907	2,871,170
Provision plan	—	(2,220,939)
Other expense	83,568	114,059
Inc. bef. taxes	\$ 2,109,338	\$ 2,345,006
Income taxes	347,000	700,000
Net income	\$ 1,762,338	\$ 1,645,006
Extraord. gain	96,000	623,000
Net income & extraord. gain	\$ 1,858,338	\$ 2,268,006

* Included in Costs and Expenses, Depreciation: \$2,700,422 in 1988 and \$2,612,774 in 1987.

Assets

As of	2/27/88	2/28/87
Cash & temp. cash invest.	\$ 397,227	\$ 402,582
Accts. receiv., net	7,968,807	8,290,448
* Inventories	14,044,734	17,903,747
Prepaid expenses	1,137,107	1,078,552
Assets held for sale	3,838,000	—
Curr. Assets	\$ 27,425,865	\$ 27,670,329
* Fixed assets	12,662,359	17,089,558
Other assets	431,232	547,813
Assets held for sale	3,950,000	—
Total Assets	\$ 44,489,456	\$ 45,307,700

Liabilities

Notes payable	\$ 714,153	\$ 646,421
Long-term debt, curr.	906,620	2,606,791
Accts. payable & accruals	6,366,895	6,704,458
Accrued compensation	2,335,846	2,838,237
Income taxes	231,314	175,884
Curr. Liabilities	\$ 10,554,628	\$ 13,051,791

Quaker Fabric Corporation

(formerly Vertipile, Inc.)

941 Grinnell Street
P.O. Box 2139
Fall River, Massachusetts 02721
(617) 678-1951

Officers: Alan E. Symonds, chairman of the board & president; Phillip S. Sumpter, exec. v.p. & secretary; Saul Leibow, sr. v.p.-marketing; Howard L. Kaskel, v.p.-finance & treasurer; Thomas J. Finerman, v.p.-sales; Harry W. Boltz, v.p.-materials mgmt.; John W. McKinney, v.p.-mfg.; George T. Enos, controller.

Directors: Alan E. Symonds, chairman; Archer L. Bolton, Jr., Leland E. Boren, Benjamin L. Cheney, Jonathan E. Cole, Edward Craig, Herbert W. Marache, Jr., John C. Moore, III, Edward B. Stevens, Phillip S. Sumpter.

Business Activities: Manufactures and distributes upholstery fabrics to the furniture and home furnishings industry. The Company's product line include flat and jacquard woven fabrics and knitted fabrics.

Plant Locations: Fall River, Massachusetts; Claremont, New Hampshire.

Subsidiaries:

Claremont Flock Corporation
Claremont, New Hampshire
Quaker Fabric Corporation of Fall River
Fall River, Massachusetts

Transfer Agent(s):

First National Bank

Stock Exchange(s): American

Ticker Symbol: CFQ

Sales & Earnings

	Net Sales +	Net Income + †
1988	\$ 105,582,000	\$ 1,858,000
1987	106,277,000	2,268,000
1986	118,300,000	916,000
1985	104,318,000	(1,840,000)
1984	24,339,000	578,000

Long-term debt	17,491,076	18,171,707
Other liabilities	1,977,973	1,686,498
+ Common stock	17,360	16,836
Add. paid-in capital	3,113,615	4,934,386
Retained earnings	9,314,800	7,425,462
Total Liabilities & Shareholders' Equity	\$ 44,449,436	\$ 45,307,700

* At lower of cost (LIFO) or market.
 † Less accumulated depreciation.
 ‡ \$0.01 per value.

Statistical Summary

%Net income to Sales	1.67	2.13
%Net income to Equity	12.20	18.29
Sales to Inventories	7.52	5.94
Debt to Equity	1.32	1.73
Working Capital	\$ 16,871,237	\$ 14,618,538
Current Ratio	2.60	2.12
Shareholders' Equity	\$ 14,445,779	\$ 12,397,704

Quality Mills, Incorporated

P.O. Box 1107
 Mount Airy, North Carolina 27030
 (919) 786-6161

Officers: John E. Woltz, chairman of the board & chief exec. officer; Jack D. Grooms, president & treasurer; Howard O. Woltz, Jr., v.p. & general counsel; William M. Ghena, secretary-controller; Nicholas H. Freitag, v.p.-merchandising; Robert J. Lombino, v.p.-brand sales; James M. Gardner, v.p.-brand sales; Ronald A. Ellis, v.p.-administration; Joe C. Glover, v.p.-contract sales; John M. Johnson, v.p.-apparel manufacturing; Ronald L. McKinney, v.p.-textile manufacturing.

Directors: John E. Woltz, Howard O. Woltz, Jr., Jack D. Grooms, L. Kinsey Mann, Ronald A. Ellis, John M. Johnson.

Business Activities: Manufactures and markets knit wearing apparel consisting of men's, ladies', and children's knit sportswear and playwear. Also manufactures and markets a variety of knit fabrics to the apparel trade.

Trademarks and/or Brand Names: Trend, Twome, Toddy Winks, Trend Sport, Huntley of York, Cross Creek.

Plant Location(s): Mt. Airy, Carthage, Newport, N.C.; Hillsville, Va.

Transfer Agent(s)

Wachovia Bank and Trust Company, N.A.
 P.O. Box 3001
 Winston-Salem, North Carolina 27102

Stock Exchange(s): Over-the-Counter

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 57,879,642	\$ 163,932
1986	50,325,594	2,040,736
1985	44,459,985	(799,417)
1984	48,641,010	1,476,134
1983	43,276,139	1,758,605
	No. of Com. Shares ‡	Earn. per Share ‡
1987	1,448,878	\$ —
1986	1,392,178	1.46
1985	1,311,778	—
1984	1,288,378	1.11
1983	1,254,778	1.37

(Loss)

† Including extraordinary gains of \$71,000 in 1987, \$1,018,000 (\$0.73 per share) in 1986, \$473,000 (\$0.36 per share) in 1984 and \$836,000 (\$0.65 per share) in 1983.

‡ Adjusted to reflect stock split.

§ Based on the weighted average number of shares outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	—
1986	—	—	—
1985	—	—	—
1984	—	—	—
1983	—	—	2-for-1

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 5,516,645	\$ 3.81
1986	5,896,744	4.23
1985	3,718,636	2.79
1984	4,411,890	3.42
1983	2,854,531	2.27

‡ Adjusted to reflect stock split.

Income Account *

Year ended	1/3/88	12/28/86
Net sales	\$ 57,879,642	\$ 50,325,594
Cost of sales	48,800,735	40,189,487
Expenses	7,333,746	7,253,794
Other expense (income)	7,950	(783,666)
Interest expense	1,573,259	1,625,243
Inc. bef. taxes	\$ 163,932	\$ 2,040,736
Inc. taxes	71,000	1,018,000
Net income	\$ 92,932	\$ 1,022,736
Extraordinary gain	71,000	1,018,000
Net income & extraordinary gain	\$ 163,932	\$ 2,040,736

* Included in Costs and Expenses, Depreciation: \$1,186,467 in 1987 and \$1,048,536 in 1986.

Assets

As of	1/3/88	12/28/86
Cash	\$ 163,127	\$ 182,721
Due from factor	336,112	—
Investments	16,540,777	14,076,677
Min. recur. on prepaid expenses	1,321,871	1,129,234
Current Assets	\$ 18,361,887	\$ 15,388,634
Fixed assets	11,642,703	7,972,740
Other assets	329,822	271,531
Total Assets	\$ 30,334,412	\$ 23,632,905

Liabilities

Long-term debt, curr.	\$ 1,630,456	\$ 1,609,433
Due to factor	—	4,642,095
Accts. payable	5,545,113	4,126,652
Accruals	1,689,375	1,999,621
Current Liabilities	\$ 8,864,944	\$ 12,457,801
Long-term debt	5,331,995	5,109,127
Oblig. under capital lease	25,424	171,233
Redem. preferred stock	10,595,404	—
+Common stock	1,448,878	1,392,178
Add. paid-in capital	2,105,733	2,014,246
Retained earnings	1,962,034	2,488,320

Total Liabilities & Shareholders' Equity \$ 30,334,412 \$ 23,632,905

* At lower of cost (LIFO) or market.
 † Less accumulated depreciation.
 ‡ \$1 per value.

Statistical Summary

%Income before Taxes to Sales	0.28	4.06
%Net income to Sales	0.16	2.03
%Net income to Equity	1.68	17.33
Sales to Inventories	3.30	3.38
Debt to Equity	1.32	1.18
Working Capital	\$ 9,454,943	\$ 2,930,833
Current Ratio	2.07	1.24
Shareholders' Equity	\$ 5,516,645	\$ 5,896,744

Quiksilver, Inc.

1740 Monrovia Avenue
 Costa Mesa, California 92627
 (714) 645-1393

Note: On Oct. 24, 1986 Quiksilver U.S.A., Inc., a California corporation, and its wholly-owned subsidiary, Quiksilver, Inc., a Delaware corporation, approved the merger of Quiksilver U.S.A., Inc. with and into Quiksilver, Inc., the surviving corporation, in order to reincorporate in Delaware. The Merger was effected in December, 1986.

Officers: John C. Warner, chairman of the board & chief executive officer; Robert B. McKnight, Jr., president; A. Lawrence Crowe, v.p., treasurer & secretary; Randall D. Hunt, vice president; Charles E. Crowe, vice president; Jon K. Hanour, v.p.-finance & chief financial officer.

Directors: John C. Warner, chairman; Robert B. McKnight, Jr., A. Lawrence Crowe, Randall D. Hunt, Charles E. Crowe, Robert G. Kirby, Arthur L. Crowe.

Business Activities: Designs, arranges for the manufacture of, and distributes beachwear and casual clothing primarily for young men and boys, under the Quiksilver label.

Trademarks and/or Brand Names: Quiksilver

Transfer Agent(s)

First Interstate Bank of California
 Los Angeles, California

Stock Exchange(s): Over-the-counter.

Ticker Symbol: QUIK (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$ 30,074,000	\$ 2,363,000
1986	18,615,000	409,000
1985	12,887,000	206,000
1984	7,168,000	141,000
1983	5,334,000	126,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	3,823,000	\$ 0.41
1986	6,000,000	0.33

+ Pro forma figures represent the results of operations as if the sale had occurred at the beginning of the fiscal year.
 ‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	3-for-2

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 10,533,000	\$ 1.81
1986	1,207,000	0.20
1985	794,000	—
1984	652,000	—
1983	511,000	—

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Income Account*

Year ended Oct. 31	1987	1986
Net sales	\$ 30,074,000	\$ 18,615,000
Cost of sales	17,997,000	10,104,000
Expenses:		
Selling & shipping	3,738,000	2,359,000
Royalty	69,000	544,000
Gen. & adm.	2,990,000	1,548,000
Interest expense	130,000	433,000
Employee comp.	600,000	2,940,000
Income before taxes	\$ 4,560,000	\$ 667,000
Income taxes	2,197,000	258,000
Net income	\$ 2,363,000	\$ 409,000

* Included in Costs and Expenses, Depreciation and Amortization: \$262,000 in 1987 and \$117,000 in 1986.

Assets

As of Oct. 31	1987	1986
Cash	\$ —	\$ 107,000
Accts. receiv., net	4,205,000	1,999,000
*Inventories	9,380,000	3,886,000
Prepaid expenses	124,000	—
Current Assets	\$ 13,709,000	\$ 5,992,000
*Fixed assets	871,000	383,000
Trade agree.	2,872,000	—
Other assets	160,000	53,000
Total Assets	\$ 17,612,000	\$ 6,428,000

Liabilities

Notes payable	\$ 2,000,000	\$ 1,525,000
Accts. payable & accruals	3,018,000	1,251,000
Accrued emp. compensation	—	2,260,000
Income taxes	1,987,000	159,000
Curr. Liabilities	\$ 7,005,000	\$ 5,195,000
Deferred inc. taxes	74,000	26,000
*Common stock	60,000	45,000
Add. paid-in capital	7,010,000	62,000
Retained earnings	3,463,000	1,100,000
Total Liabilities & Shareholders' Equity	\$ 17,612,000	\$ 6,428,000

* At lower of cost (FIFO) or market.
‡ Less accumulated depreciation and amortization.
+ \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	15.16	3.58
%Net Income to Sales	7.86	2.20
%Net Income to Equity	22.43	33.89
Sales to Inventories	3.21	4.79
Working Capital	\$ 6,704,000	\$ 797,000
Current Ratio	1.96	1.15
Shareholders' Equity	\$ 10,533,000	\$ 1,207,000

Raven Industries, Inc.

205 E. 6th Street
Sioux Falls, South Dakota 57117
(605) 336-2750

Mailing address:
P.O. Box 1007
Sioux Falls, South Dakota 57117

Officers: Conrad J. Hoigaard, chairman of the board; David A. Christensen, president & chief executive officer; Gary L. Conrad, v.p.-corp. services; James A. Winkler, v.p.-Applied Technology Div.; Ronald M. Moquist, exec. v.p.; Arnold J. Thue, v.p.-finance, treasurer & secretary.

Director: John H. Burg, David A. Christensen, Conrad J. Hoigaard, Gary Laird, Jr., Robert G. May, John C. Skoglund.

Trademarks and/or Brand Names: Comfy, Comfy Ski, Swing West, Trails West, AFRC, Adver Blimp, Rally, Ruffco, Canvex, Gore-Tex.

Plant Location(s): Desmet, Huron, Salem, Parkston, Beresford, Sioux Falls, South Dakota; Albertville, Alabama; St. Louis, Missouri.

Divisions:

Electronic Systems Division
Products include batch weighing, control and inventory systems; turbine helicopter auto-restart units, audio amplifiers, industrial annunciators, turbine engine speed controls, turbine engine test sets, FAA radio beacon monitor alarms, telemetry systems, U.S. Government electronic assemblies, electronic agricultural and industrial products and printed circuit assembly services.

Sportswear Division
Products include the "Swing West" line of ski clothing, "Raven" line of snowmobile suits and general outerwear, "Comfy" down insulated garments, "AFRC" cross country ski clothing, "Gore-Tex" military and hunting clothes, as well as private label garments.

Plastics Division
Products include fiberglass and polyethylene tanks for agricultural, industrial and water conditioning use, custom fabricated fiberglass parts and designs for water and sewage treatment markets, and the construction and machinery markets, fiberglass pickup truck toppers, and fiberglass utility truck bodies.

Applied Technology Division
Products and services include plastics, tarpaulins, hot air sports balloons, high altitude research balloons, heavy load lifting balloons, decelerators (parachutes), contract engineering and research, hot air blimps, and AdverBlimps.

Subsidiaries:

Aerostar International, Inc.

Beta Raven, Inc.
Manufactures electronic control systems.

Glastrite, Inc.
Dunnell, Minnesota
Manufactures fiberglass pickup toppers and utility truck bodies.

Astoria Industries, Inc.
Jackson, Minnesota
Manufactures fiberglass utility truck bodies.

Transfer Agent(s):

Norwest Bank Minneapolis, N.A.
Minneapolis, Minnesota
Norwest Trust Company
New York, New York

Stock Exchange(s): American

Ticker Symbol: RAV

Sales & Earnings

	Net Sales	Net Income
1988	\$ 64,304,867	\$ 2,656,052
1987	32,303,096	2,121,678
1986	41,899,124	1,610,693
1985	44,581,925	2,608,899
1984	38,983,678	1,956,456

	No. of Com. Share †	Earn. per Share ‡
1988	1,585,836	\$ 1.66
1987	1,577,857	1.34
1986	1,562,199	1.02
1985	1,548,039	1.66
1984	1,529,192	1.25

† Adjusted to reflect stock dividend.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1988	1987
Plastic division	\$ 19,123,000	\$ 14,669,000
Sportswear division	11,334,000	9,172,000
Applied Technology division	21,294,000	18,820,000
Electronic systems division	12,554,000	9,642,000
Total	\$ 64,305,000	\$ 52,303,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1988	\$ 0.043	—	—
1987	0.042	—	—
1986	0.042	—	—
1985	0.375	—	—
1984	0.32	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1988	\$ 19,170,349	\$ 12.09
1987	17,154,516	10.87
1986	15,658,863	10.02
1985	14,666,736	9.47
1984	12,591,367	8.23

Income Account*

Year ended Jan. 31	1988	1987
Net sales	\$ 64,304,867	\$ 52,303,096
Cost of sales	30,013,247	40,000,445
Expenses	9,368,143	8,052,922
Interest expense	656,980	468,771
Other income	(63,555)	(137,760)
Income before taxes	\$ 4,390,052	\$ 3,918,678
Income taxes	1,734,000	1,797,000
Net Income	\$ 2,656,052	\$ 2,121,678

* Included in Costs and Expenses, Depreciation: \$2,187,752 in 1988 and \$1,663,085 in 1987.

Assets

As of Jan. 31	1988	1987
Cash	\$ 1,017,306	\$ 233,517
Accts. receiv., net	8,187,097	6,372,802
*Inventories	12,210,961	11,283,858
Prepaid expenses	379,832	525,436
Current Assets	\$ 21,795,396	\$ 18,415,613
*Fixed assets	9,672,288	7,854,868
Other assets	2,452,772	2,576,221
Total Assets	\$ 33,920,456	\$ 28,846,702

Liabilities		
Long-term debt, curr.	\$ 1,222,242	\$ 957,472
Accts. payable	3,903,348	2,617,824
Accruals	3,453,239	2,880,977
Customer advances	219,780	164,494
Cur. Liabilities	\$ 8,798,609	\$ 6,620,767
Long-term debt	5,254,498	4,485,419
Deferred income taxes	697,000	586,000
+Common stock	1,585,836	1,577,857
Add. paid-in capital	2,395,384	2,563,376
Retained earnings	14,989,129	13,013,283
Total Liabilities & Shareholders' Equity	\$ 33,920,456	\$ 28,846,702

* At lower of cost (FIFO) or market.
Less accumulated depreciation.
+ \$1 par value.

Statistical Summary		
%Income bef. Taxes to Sales	6.83	7.49
%Net Income to Sales	4.13	4.06
%Net Income to Equity	13.86	12.37
Sales to Inventories	5.27	4.64
Debt to Equity	0.34	0.32
Working Capital	\$ 12,996,787	\$ 11,794,846
Current Ratio	2.48	2.78
Shareholders' Equity	\$ 19,170,349	\$ 17,134,516

Sales & Earnings		
	Net Sales †	Net Income †
1987	\$ 132,451,000	\$ 6,639,000
1986	113,536,000	4,688,000
1985	112,419,000	(18,171,000)
1984	129,152,000	(41,931,000)
1983	110,326,000	(11,127,000)
	No. of Com. Share +	Earn. per Share † +
1987	3,879,816	\$ 1.83
1986	2,935,306	1.59
1985	2,860,806	—
1984	2,860,806	—
1983	2,758,606	—

(Loss)
† Of continuing operations only.
† Including extraordinary gains of \$1,423,000 (\$0.40 per share) in 1987 and \$1,662,000 (\$0.56 per share) in 1986.
+ Based on the average number of shares outstanding.

Common Stock Equity		
	Total Equity	Equity Per Share †
1987	\$ 29,153,000	\$ 7.51
1986	15,527,000	5.25
1985	3,633,000	1.27
1984	20,024,000	7.00
1983	62,349,000	22.60

† Based on the average number of shares outstanding.

Income Account *		
(000's)		
Year ended	12/27/87	12/28/86
Net sales	\$ 132,451	\$ 113,536
Cost of sales	104,138	90,292
Expenses	20,489	16,661
Gain on pension plan term.	(4,194)	—
Prst. reloc. exp.	3,352	—
Income from joint venture	(2,774)	(1,576)
Asbestos rel. exp.	888	936
Other income	(1,095)	(128)
Interest expense	2,442	2,727
Income bef. taxes	\$ 7,005	\$ 4,824
Income taxes	1,789	1,598
Net income	\$ 5,216	\$ 3,026
Extraord. gain	1,423	1,662
Net income & extraord. gain	\$ 6,639	\$ 4,688

* Included in Costs and Expenses, Depreciation: \$5,161,000 in 1987 and \$4,762,000 in 1986.

Assets		
As of	12/27/87	12/28/86
Cash	\$ 2,219	\$ 3,749
Restricted cash	352	545
Accts. receiv., net	17,153	15,159
*Inventories	24,966	22,779
Other	2,242	2,893
Current Assets	\$ 47,132	\$ 45,125
#Fixed assets	31,769	31,394
Invest. in affil.	12,665	7,358
Other assets	2,342	2,162
Total Assets	\$ 93,908	\$ 86,041

Liabilities (000's)		
Long-term debt, curr.	\$ 7,065	\$ 6,524
Accts. payable	10,051	5,550
Accruals	22,780	24,848
Cur. Liabilities	\$ 39,896	\$ 36,922

Long-term debt	10,354	17,898
Other liab.	14,505	15,694
+Common stock	3,129	2,987
Common stock warrants	3,998	3,072
Add. paid-in capital	35,462	53,447
Retained earnings (deficit)	(39,617)	(46,256)
Cum. trans. adjust.	6,181	2,277
Total Liabilities & Shareholders' Equity	\$ 93,908	\$ 86,041

* At lower of cost (FIFO) or market.
Less accumulated depreciation.
+ \$1 par value.

Statistical Summary

%Income before taxes to Sales	5.29	4.07
%Net Income to Sales	3.94	2.67
%Net Income to Equity	17.89	19.49
Sales to Inventories	5.31	4.98
Debt to Equity	0.06	1.57
Working Capital	\$ 7,236,000	\$ 8,203,000
Current Ratio	1.18	1.22
Shareholders' Equity	\$ 29,153,000	\$ 15,527,000

Reebok International Ltd.

150 Royal Street
Canton, Massachusetts 02021
(617) 821-2800

Officers: Paul B. Fireman, chairman & chief exec. officer; C. Joseph LaBonte, president & chief operating officer; James E. Barclay, exec. v.p.; Paul R. Duncan, sr. v.p.-finance, treasurer & chief financial officer; John B. Douglas, III, v.p. & gen. counsel; Joseph W. Foster, v.p. & pres.-Reebok International Limited; Dwight Harshbarger, sr. v.p.-human resources; Frank O'Connell, v.p. & pres.-Reebok North America; Stanley I. Kravetz, v.p. & pres.-The Rockport Company.

Directors: Paul B. Fireman, chairman; C. Joseph LaBonte, Frank A. Farrant, William M. Marcus, Geoffrey Nunes, John A. Queich, R. Stephen Rubin, Linda J. Wachner.

Business Activities: Designs, develops and markets athletic footwear, casual and dress comfort shoes, walking shoes, and sportswear and accessories.

Trademarks and/or Brand Names: Reebok, Weebok, Rockport, RocSports, SuperSports, DressSports, ProWalker, Metaphors, Reebok Sport, Avia, Cantilever, Transport, Frye, Ellese, Donner, Donner Active Footwear.

Divisions and Subsidiaries

Footwear Division
Apparel Division
Canton, Massachusetts

The Rockport Company
Marlboro, Massachusetts

International Division
Bolton, England

Weebok Division
Markets non-athletic shoes for infants and children under the Weebok trademark.

Reebok Canada, Inc.
Distributes the Company's products in Canada.

Acquisition(s)

Avia Group International, Inc.
Designs, develops and markets athletic footwear, casual and walking shoes, and hiking boots.

John A. Frye Company, Inc.
Manufactures leather boots and casual and dress shoes.

Ellese U.S.A., Inc.
Designs, develops and markets fashionable sportswear and athletic footwear.

Raytech Corporation

100 Oakview Drive
Trumbull, Connecticut 06611
(203) 372-7544

(formerly Raymark Corporation) (25.0% owned by Echlin, Inc.)

Officers: Craig R. Smith, president & chief exec. officer; Albert A. Canosa, v.p., treasurer & chief financial officer; James J. Ryan, v.p.-human resources; LeGrande L. Young, v.p., secretary & gen. counsel; Donald R. Gorsuch, v.p.-business development.

Directors: Craig R. Smith, Donald P. Miller, Robert M. Gordon, Dennis G. Heiner, John S. Ryder, Robert B. Sims, W. Kenneth Thies.

Business Activities: Manufactures and markets energy absorption and transmission products, fastening systems and custom engineered materials. These products are utilized in the automotive, farm implement, truck and bus, earthmoving, construction, appliance, hardware, mining, petrochemical, and energy industries.

Textile Plant Locations: Marshville, North Carolina; Stratford, Connecticut; Manheim, Pennsylvania.

Textile Division:

Raymark Industries, Inc.

Dry Clutch and Brake Unit

Manufactures and markets molded and woven clutch facings, conventional and non-asbestos yarns and sintered buttons to the domestic international original equipment and replacement markets of the automotive, truck and bus industries.

Transfer Agent(s):

The Chase Manhattan Bank, N.A.
One New York Plaza
New York, New York 10081

Stock Exchange(s): New York

Ticker Symbol: RAY

Reebok International Ltd.

Transfer Agent(s):

The First National Bank of Boston
Shareholder Services Division
P.O. Box 1865
Boston, Massachusetts 02105

Stock Exchange(s): New York

Ticker Symbol: RBK

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 1,389,196,000	\$ 165,200,000
1986	919,401,000	132,134,000
1985	306,969,000	38,962,000
1984	66,022,000	6,145,000
1983	12,815,000	667,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	111,234,000	\$ 1.49
1986	103,784,000	1.27
1985	85,896,000	0.45
1984	77,706,000	0.08
1983	75,330,000	0.01

† Including extraordinary gain of \$31,000 in 1983.
‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.20	—	2-for-1
1986	—	—	3-for-1

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 584,763,000	\$ 5.26
1986	297,601,000	2.87
1985	88,735,000	1.03
1984	6,832,000	0.09
1983	771,000	0.01

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Income Accountant* (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 1,389,196	\$ 919,401
Other income	10,240	472
Total income	\$ 1,399,436	\$ 920,873
Cost of sales	808,991	521,978
Selling expenses	164,896	83,294
Gen. & adm. expenses	102,191	54,470
Amount of intangibles	12,453	2,280
Interest expenses	4,771	694
Income before taxes	\$ 306,134	\$ 261,157
Income taxes	140,934	129,023
Net Income	\$ 165,200	\$ 132,134

* Included in Costs and Expenses. Depreciation and Amortization: \$5,777,000 in 1987 and \$1,139,000 in 1986.

Assets (000's)

As of Dec. 31	1987	1986
Cash	\$ 60,167	\$ 66,077
Accts. receiv., net	204,676	120,075
Deferred inc. taxes	19,534	5,589
*Inventories	240,898	122,522
Prepaid expenses	10,821	2,324
Current Assets	\$ 536,096	\$ 316,587
*Fixed assets	64,509	19,218
Other assets	4,688	115
Intangibles	251,490	102,956
Restricted cash	11,583	1,504
Total Assets	\$ 868,366	\$ 440,380

Liabilities (000's)

Notes payable	\$ 54,626	\$ 22,111
Long-term debt, curr. interest-bearing accts. pay.	399	24
Accts. payable & accruals	57,255	16,486
Income taxes	117,817	67,865
	38,272	34,384
Current Liabilities	\$ 268,369	\$ 140,870
Long-term debt	10,570	—
Cap. lease oblig.	2,042	664
Deferred inc. taxes	2,622	1,243
+Common stock	1,125	528
Add. paid-in capital	263,877	119,433
Retained earnings	320,886	177,844
Unearned comp.	(5,371)	(1,630)
For. curr. trans. adjust.	4,246	1,446
Total Liabilities & Shareholders' Equity	\$ 868,366	\$ 440,380

* At lower of cost (FIFO) or market.
‡ Less accumulated depreciation and amortization.
+ \$0.01 par value.

Statistical Summary

%Income bef. Taxes	22.04	28.41
%to Sales	11.89	14.37
%Net Income to Sales	28.25	44.40
%Net Income to Equity	5.77	7.50
Sales to Inventories	0.12	0.08
Debt to Equity	\$ 267,727,000	\$ 175,717,000
Working Capital	2.00	2.25
Current Ratio	\$ 584,763,000	\$ 297,601,000
Shareholders' Equity		

Robert Bruce Industries Inc.

(78.2%-owned by Savoy Industries, Inc.)

C & Westmoreland Streets
Philadelphia, Pennsylvania 19134-0180
(215) 426-0300

Officers: Irvin L. Feinberg, chairman of the board; Benson A. Seizer, vice chairman & exec. v.p.-finance; Samuel Ofrichter, vice chairman; John A. Seizer, exec. v.p. & secretary; Thomas T. Brumm, president & chief executive officer; John H. Sabin, v.p., treasurer & asst. secretary; Robert Komenda, v.p. & chief financial officer; John R. Gioioso, v.p. & asst. secretary; P. James Massa, president & chief executive officer-Robert Bruce, Inc.

Directors: Irvin L. Feinberg, chairman; Benson A. Seizer, Samuel Ofrichter, John A. Seizer, Joel M. Handel, Lewis Katz, C. Wesley La Blanc, Edwin C. Nevis, Michael C. Singer.

Business Activities: Through its wholly owned operating subsidiary, Robert Bruce, Inc., the Company manufactures and distributes men's sweaters, knit shirts and sportswear products.

Trademarks and/or Brand Names: Arnold Palmer by Robert Bruce, Cotton Where It Counts, Robert Bruce, Signage.

Plant Location(s):

Philadelphia, Pennsylvania; Statesville, North Carolina.

Subsidiary:

Robert Bruce, Inc.

Stock Exchange(s): Over-the-Counter

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 49,120,000	\$ (23,774,000)
1986	50,890,000	(6,073,000)
1985	62,585,000	1,823,000
1984	61,647,000	1,811,000
1983	57,845,000	2,157,000

	No. of Com. Shares	Earn. per Share ‡
1987	2,000,000	\$ —
1986	2,000,000	—
1985	1,836,000	0.94
1984	2,000,000	1.43

(Loss)
+ Of continuing operations only.
‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1987	1986
Sweaters	\$ 26,544,000	\$ 29,567,000
Knit shirts	18,011,000	17,934,000
Other sportswear	4,565,000	3,389,000
Total	\$ 49,120,000	\$ 50,890,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ —	—	—
1986	0.50625	—	—
1985	0.67500	—	—
1984	0.16875	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ (20,157,000)	\$ —
1986	3,617,000	1.81
1985	9,327,000	5.08
1984	8,916,000	4.46
1983	4,406,000	—

(Deficiency)

Income Accountant* (000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 49,120	\$ 50,890
Cost of sales	40,996	37,271
Expenses	15,984	14,974
Interest expense	5,024	3,785
Interest income	(381)	(238)
Loss from cont. oper.	\$ (12,903)	\$ (4,902)
Loss from discont. oper.	(11,271)	(1,171)
Net Loss	\$ (23,774)	\$ (6,073)

* Included in Costs and Expenses. Depreciation and Amortization: \$840,000 in 1987 and \$849,000 in 1986.

Assets (000's)		
As of Dec 31.		
Cash	\$ 4	\$ 741
Accts. receiv., net	8,513	8,773
Note receivable	1,500	—
* Inventories	11,072	10,082
Prepaid expenses	787	1,533
Current Assets	\$ 21,856	\$ 21,129
# Fixed assets	5,910	6,459
Receiv. from parent	721	398
Note receivable	—	5,000
Net assets-discont. oper.	—	8,655
Other assets	1,626	2,552
Total Assets	\$ 30,113	\$ 44,193

Liabilities (000's)		
Notes payable	\$ 18,607	\$ 3,646
Long-term debt, curr.	17,734	1,301
Accts. payable	4,795	1,774
Accruals & other curr. liab.	5,971	3,740
Net liab.-discont. oper.	—	3,476
Current Liabilities	\$ 47,107	\$ 13,937
Long-term debt	3,126	26,219
Other liabilities	37	430
+ Common stock:		
Class A	9	9
Class B	11	11
Add. paid-in capital	5,205	5,205
Retained earnings (deficit)	(25,382)	(1,608)
Total Liabilities & Shareholders' Equity	\$ 30,113	\$ 44,193

* At lower of cost (FIFO) or market.
Less accumulated depreciation and amortization.
+ \$0.01 par value.

Statistical Summary		
Sales to Inventories	4.44	5.05
Debt to Equity	—	8.62
Working Capital	—	\$ 7,192,000
Current Ratio	—	1.52
Shareholders' Equity (Deficiency)	\$ (30,157,000)	\$ 3,617,000

Ruddick Corporation

2000 First Union Plaza
Charlotte, North Carolina 28282
(704) 372-5404

Officers: R. Stuart Dickson, chairman of the board; Alan T. Dickson, president; Richard N. Bridges, vice president-finance; John L. Chanon, treasurer; D. B. Williford, asst. treasurer & secretary; James O. Stephens, asst. secretary; Mickey F. Frye, asst. treasurer.

Directors: R. Stuart Dickson, chairman; Alan T. Dickson, Thomas M. Belk, Hugh L. McColl, Jr., James E. S. Hynes, Roddey Dowd, Ford H. Jordan, Jr., John C. Hutchens, E. C. Wall, Jr.

Business Activities: A holding company, operating through its subsidiaries in the production of sales yarns and industrial sewing threads (American & Efrid Mills), production of business forms (Jordan Graphics, Inc.), management of supermarkets in four southwestern states (Harris-Tetter Super Markets, Inc.), and investment of venture capital (Ruddick Investment Company).

Subsidiaries:

American & Efrid Mills, Inc.
Mount Holly, North Carolina
(704) 827-4311

Primarily a manufacturer of industrial sewing thread. In addition, produces yarn made from both natural and synthetic fibers. A&E operates 10 plants in North Carolina.

Harris-Tetter Super Markets, Inc.
P.O. Box 33129
Charlotte, North Carolina 28233
(704) 567-3000
Operates 113 supermarkets in North and South Carolina, Tennessee and Virginia.

Jordan Graphics, Inc.
P.O. Box 668306
Charlotte, North Carolina 28266
(704) 394-2121

Produces and distributes a broad line of business forms and pressure sensitive labels.

Ruddick Investment Company (RIC)
2000 First Union Plaza
Charlotte, North Carolina 28282
(704) 372-5404

Venture capital investments.

Transfer Agent(s):

Wachovia Bank & Trust Co., N.A.
Winston-Salem, North Carolina

Stock Exchange(s): American

Ticker Symbol: RDK

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 971,353,000	\$ 14,365,000
1986	883,641,000	13,425,000
1985	881,841,000	12,559,000
1984	730,060,000	13,221,000
1983	541,327,000	10,605,000
	No. of Com. Shares †	Earn. per Share ‡
1987	9,590,596	\$ 1.50
1986	9,596,279	1.40
1985	9,645,114	1.30
1984	8,845,114	1.49
1983	8,045,114	1.32

+ Of continuing operations only.
† Based on the average number of shares outstanding adjusted to reflect stock split.

Revenues by Line of Business (000's)

	1987	1986
American & Efrid Mills	\$ 124,112	\$ 108,268
Harris-Tetter Super Markets	798,843	731,639
Jordan Graphics, Inc.	48,398	43,734
Total	\$ 971,353	\$ 883,641

Common Stock

	Cash Dividend †	Stock Dividend	Stock Split
1987	\$ 0.45	—	—
1986	0.42	—	2-for-1
1985	0.38	—	—
1984	0.43	—	—
1983	0.38	—	—

Common Stock Equity

	Total Equity †	Equity Per Share ‡
1987	\$ 130,260,000	\$ 13.58
1986	117,597,000	12.25
1985	108,165,000	11.21
1984	99,277,000	11.22
1983	75,881,000	9.43

† After allowing for preference stock at par values.
‡ Based on the average number of shares outstanding adjusted to reflect stock split.

Income Account *

Year ended	9/27/87	9/28/86
Net sales	\$ 971,353,000	\$ 883,641,000
Cost of sales	761,524,000	696,067,000
Expenses	174,845,000	161,839,000
Interest expense	5,231,000	4,247,000
Earn. of unconsol. subid.	(183,000)	(2,834,000)
Other expense	2,424,000	2,043,000
Income before taxes	\$ 27,512,000	\$ 22,279,000
Income taxes	13,147,000	8,854,000
Net Income	\$ 14,365,000	\$ 13,425,000

* Included in Costs and Expenses, Depreciation: \$17,647,000 in 1987 and \$16,200,000 in 1986.

Assets

As of	9/27/87	9/28/86
Cash	\$ 10,389,000	\$ 13,310,000
Accts. receiv., net	33,296,000	26,364,000
* Inventories	92,492,000	73,027,000
Other assets	6,653,000	4,035,000
Current Assets	\$ 140,830,000	\$ 116,736,000
# Fixed assets	139,704,000	126,278,000
Investments & other assets	23,487,000	20,765,000
Total Assets	\$ 304,021,000	\$ 263,779,000

Liabilities

Long-term debt, curr.	\$ 3,107,000	\$ 5,630,000
Dividends payable	1,976,000	—
Accts. payable	56,755,000	48,224,000
Income taxes	1,884,000	2,512,000
Accruals	22,298,000	18,349,000
Current Liabilities	\$ 86,020,000	\$ 74,715,000
Long-term debt	59,546,000	47,305,000
Deferred inc. taxes	27,193,000	23,023,000
+ Preference stock	1,002,000	1,139,000
+ Common stock	9,336,000	9,190,000
Add. paid-in capital	15,716,000	14,086,000
Retained earnings	105,208,000	93,106,000
Treasury stock	—	(785,000)
Total Liabilities & Shareholders' Equity	\$ 304,021,000	\$ 263,779,000

* At lower of cost (LIFO) or market.
Less accumulated depreciation.
+ \$5 par value.
++ \$1 par value.

Statistical Summary

% Income bef. taxes to Sales	2.83	2.52
% Net Income to Sales	1.48	1.52
% Net Income to Equity	10.94	11.31
Sales to Inventories	10.73	12.10
Debt to Equity	0.48	0.45
Working Capital	\$ 54,810,000	\$ 42,021,000
Current Ratio	1.64	1.56
Shareholders' Equity	\$ 131,262,000	\$ 118,736,000

Russ Togs, Inc.

1411 Broadway
New York, New York 10018
(212) 354-0700

Officers: Eli L. Rouso, president; Herman Saporta, exec. v.p.; Mortimer F. Zimmerman, v.p. & treasurer; Louis Shantzer, controller & secretary; Richard J. Lewis, asst. controller.

Directors: H. Emanuel Klimpf*, Harvey Roensweig, Eli L. Rouso*, Irving L. Rouso*, Robert S. Rubin, Herman Saporta*, Anthony F. Scarpa, Alan P. Sussman.

* Member of the Executive Committee

Russ Togs, Inc.

Business Activities: Manufactures moderately priced sportswear and dresswear for women and girls, in regular, petite and large sizes, as well as shirts and sweaters for men and boys.

Trademarks and/or Brand Names: Russ, Russ Girl, Crazy Horse, Vicky Vaughn, Toni Todd, Lady Laura, Russ Tenn, Sutton, Bud Berma, Russ Petites, Russie, Crazy Horse Young Junior, Ms. Russ, Crazy Horse Girl, Ashley Reid, Kelli Kaye, Russ Studio, New Attitude, Dispatch, Weekender, Highlander, Manhattan.

Plant Location(s): Long Island City, N.Y.; Aurora, Mattoon, Mt. Carmel, Ill.; Clinton, Ia.; Paterson, N.J.; Albany, Burkerville, Jamestown, Ky.; Byrdstown, Livingston, Sparta, Tenn.

Divisions and Subsidiaries:

Russ Division
1411 Broadway
New York, New York 10018
Manufactures, designs and markets sportswear separates and coordinates for misses under the brand names of "Russ," "Russ Petites," "Ms. Russ," and "Russ Studio."

Russ Girl Division
1411 Broadway
New York, New York 10018
Manufactures children's sportswear for the 6 through 13 age group, under the brand name "Russ Girl," "Russie," and "Russ Teen."

R. & M. Kaufmann
1061 E. Mountain Street
Aurora, Illinois 60507
A dresswear manufacturer whose brand names include "Vicky Vaughn" for juniors, "Toni Todd" for misses, "Kelli Kaye" and "Lady Laura" in half sizes.

Sutton Shirt Companies
350 Fifth Avenue
New York, New York
(212) 279-4815
Manufactures popularly priced men's and boys' woven and knit dress shirts, sport shirts and sweaters, under the names Sutton and Bud Berma and under licenses to Rawlings and Brut.

Crazy Horse Division
525 7th Avenue
New York, New York 10018
Manufactures and imports contemporary sportswear for the junior or young miss under the brand name "Crazy Horse," and for girls under the names "Crazy Horse Girl," and "Crazy Horse Teen."

New Attitude
1411 Broadway
New York, New York 10018

Russ Financial Division

Transfer Agent(s):

Manufacturers Hanover Trust Company
4 New York Plaza
New York, New York 10015

Stock Exchange(s): New York

Ticker Symbol: RTS

Sales & Earnings

	Net Sales †	Net Income
1988	\$ 270,520,000	\$ 9,290,000
1987	274,332,000	13,819,000
1986	276,815,000	10,986,000
1985	273,524,000	11,113,000
1984	230,805,000	12,114,000

	No. of Com. Shares ‡	Earn. per Share ‡
1988	7,477,000	\$ 1.20
1987	7,561,000	1.79
1986	7,689,000	1.38
1985	7,681,000	1.39
1984	7,681,000	1.53

† Of continuing operations.
‡ Based on the weighted average number of shares outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend†	Stock Dividend	Stock Split
1988	\$ 0.57 2/3	—	3-for-2
1987	0.30 2/3	—	—
1986	0.30 2/3	—	—
1985	0.30 2/3	—	—
1984	0.49 1/8	—	3-for-2

† Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity ‡	Equity Per Share ‡
1988	\$ 96,340,000	\$ 13.34
1987	95,521,000	12.67
1986	85,930,000	11.39
1985	81,250,000	10.57
1984	74,355,000	9.68

‡ After allowing for preferred stock at liquidation preference value of \$40 per share.
† Adjusted to reflect stock split.

Income Account†

Year ended	1/30/88	1/31/87
Net sales	\$ 270,520,000	\$ 274,332,000
Other income	2,308,000	2,998,000
Total income	\$ 272,828,000	\$ 277,330,000
Cost of sales	209,636,000	197,714,000
Expenses	46,100,000	51,819,000
Interest expense	1,535,000	1,209,000
Income before taxes	\$ 15,557,000	\$ 26,588,000
Income taxes	6,267,000	12,769,000
Net Income	\$ 9,290,000	\$ 13,819,000

* Included in Costs and Expenses, Depreciation and Amortization: \$1,985,000 in 1987 and \$1,870,000 in 1986.

Assets

As of	1/30/88	1/31/87
Cash	\$ 8,995,000	\$ 16,547,000
Accts. receiv., net	38,970,000	40,476,000
* Inventories	75,716,000	65,489,000
Income tax refunds	784,000	—
Prepaid expenses & other assets	11,436,000	9,819,000
Current Assets	\$ 135,403,000	\$ 132,331,000
* Fixed assets	12,642,000	12,945,000
Other assets	3,478,000	3,731,000
Total Assets	\$ 151,523,000	\$ 149,007,000

Liabilities

Long-term debt, curr.	\$ 66,000	\$ 64,000
Bankers acceptances payable	15,642,000	11,832,000
Accts. payable	16,778,000	10,358,000
Accruals	13,812,000	18,760,000
Income taxes	—	3,187,000
Current Liabilities	\$ 46,298,000	\$ 44,201,000

Long-term debt	1,158,000	1,616,000
Deferred inc. taxes	1,676,000	1,500,000
+ Preferred stock	296,000	201,000
+ Common stock	7,803,000	5,300,000
Add. paid-in capital	—	1,242,000
Retained earnings	102,680,000	99,473,000
Treasury stock	(8,390,000)	(4,426,000)

Total Liabilities & Shareholders' Equity \$ 151,523,000 \$ 149,007,000

* At lower of cost (FIFO) or market which represents net realizable value.
‡ Less accumulated depreciation and amortization.
+ \$1 par value; Series \$1.90.
++ \$1 par value.

Statistical Summary

% Income bef. Taxes	5.75	9.69
to Sales	3.43	5.04
% Net Income to Sales	9.07	13.59
% Net Income to Equity	3.57	4.19
Sales to Inventories	0.01	0.02
Debt to Equity	\$ 89,105,000	\$ 88,130,000
Working Capital	2.92	2.99
Current Ratio	\$ 102,391,000	\$ 101,690,000
Shareholders' Equity		

Russell Corporation

P.O. Box 272
Alexander City, Alabama 35010
(205) 329-4000

Officers: Eugene C. Gwaltney, chairman of the board; Dwight L. Carlisle, Jr., pres. & chief exec. officer; H. Scott Howell, exec. v.p.-apparel group; William P. Dickson, Jr., v.p.-personnel & industrial relations; James D. Nabors, v.p., chief financial officer & treasurer; Larry E. Workman, controller; Fletcher D. Adamson, v.p.-research; Steve R. Forehand, secretary; J. T. Taunton, pres.-fabrics division; James D. Peoples, v.p.-services; J. Franklin Foy, v.p.-dyeing & finishing; Gerald D. McGill, v.p.-Greige fabric manufacturing; John C. Adams, president-knit apparel division; Frank K. Hall, Jr., president-athletic division; Donald F. Logan, v.p.-sales & marketing, fabrics division; Marvin Seals, III, v.p.-apparel marketing; Ward Wilson, v.p.-apparel merchandising; Henry C. Willis, v.p.-apparel; K. Roger Holliday, asst. treasurer.

Directors: Frank K. Hall, Jr., Dwight L. Carlisle, Jr., H. Scott Howell, Emil Hess, Eugene C. Gwaltney, Glenn Ireland, II, Crawford T. Johnson, III, Benjamin Russell, John Russell Thomas, T. Harvey Mathias, Herschel M. Bloom, Finis Morgan.

* Member of the Executive Committee

Business Activities: Engaged in the manufacture of athletic clothing, with a range of uniforms for people of all ages and for all major sports; produces basic knit leisurewear and a line of knit and woven fabrics.

Trademarks and/or Brand Names: Russell Athletic, Jerzees

Plant Location(s): Alexander City, Sylacauga, Dadeville, LaFayette, Montgomery, Ashland, Hanover, Alabama; Crestview, Milton, Marianna, Niceville, Florida; Cumming, Habersham, Georgia

Divisions:

Athletic Division
Designs and markets high quality athletic team uniforms.

Knit Apparel Division
Designs and markets a wide variety of apparel, including styled fleeced sportswear, such as shirts, pullovers and jackets, lightweight sportswear for men, women, and boys, and thermal underwear.

Fabric Division
Designs and markets quality woven fabrics of cotton and blends of cotton and man-made fibers in a wide variety of patterns, colors and constructions for sale primarily to manufacturers of men's, women's and children's lightweight apparel, and for the home sewing market.

Subsidiaries:

Habersham Mills
Habersham, Georgia 30544

Russell International
Belgium

Transfer Agent(s):

The Chase Manhattan Bank, N.A.
1 New York Plaza
New York, New York 10081

First Alabama Bank of Montgomery, N.A.
Commerce Street
Montgomery, Alabama 36104

Stock Exchange(s): New York, Pacific

Ticker Symbol: RML

Sales & Earnings

	Net Sales	Net Income
1987	\$ 479,880,344	\$ 46,333,926
1986	437,519,990	43,282,046
1985	385,432,731	29,612,221
1984	353,024,665	27,912,768
1983	318,692,726	26,679,661

	No. of Com. Shares #	Earn. per Share +
1987	39,050,000	\$ 1.17
1986	39,214,000	1.08
1985*	39,573,000	0.74
1984	39,476,000	0.70
1983	39,336,000	0.67

* 53 weeks.
+ Based on the average number of share outstanding adjusted to reflect stock splits.
Adjusted to reflect stock splits.

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 0.192	—	—
1986	0.16	—	2-for-1
1985	0.15	—	—
1984	0.15	—	—
1983	0.141	—	4-for-5

+ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 279,611,063	\$ 7.16
1986	248,347,302	6.33
1985	219,733,070	5.55
1984	195,909,591	4.96
1983	173,303,215	4.41

‡ Adjusted to reflect stock splits.

Income Account*

Year ended	1/2/88	1/3/87
Net sales	\$ 479,880,344	\$ 437,519,990
Cost of sales	316,738,365	284,965,045
Expense	78,282,790	68,353,931
Interest expense	6,891,788	4,050,456
Other income	(2,177,525)	(231,488)
Income before taxes	\$ 80,144,926	\$ 80,382,046
Income taxes	33,811,000	37,100,000
Net Income	\$ 46,333,926	\$ 43,282,046

* Included in Costs and Expenses, Depreciation and Amortization: \$26,039,114 in 1987 and \$22,849,990 in 1986.

Assets

As of	1/2/88	1/3/87
Cash	\$ 1,768,223	\$ 1,458,707
Temporary investments	56,620,393	32,582,013
Accts. receiv. net	88,802,424	76,624,577
*Inventories	70,304,242	68,981,374
Prepaid expenses	1,544,411	703,471
Current Assets	\$ 219,039,693	\$ 180,350,142
*Fixed assets	219,347,332	168,910,303
Other assets	6,864,886	1,781,027
Total Assets	\$ 445,251,911	\$ 351,041,472

Liabilities

Long-term debt, curr.	\$ 24,963,699	\$ 3,805,353
Accts. payable & accruals	26,447,912	24,047,240
Income taxes	4,697,139	4,309,755
Cur. Liabilities	\$ 56,108,750	\$ 32,162,348
Long-term debt	73,545,024	38,043,081
Deferred income	1,888,253	1,028,570
Deferred inc. taxes	34,098,821	31,460,171
+Common stock	401,016	401,016
Add. paid-in capital	26,910,716	26,830,242
Retained earnings	270,218,334	231,437,780
Loss on noncurrent invest.	(4,169,558)	—
Treasury stock	(13,749,445)	(10,321,736)
Total Liabilities & Shareholders' Equity	\$ 445,251,911	\$ 351,041,472

* At lower of cost (LIFO) or market.
Less accumulated depreciation and amortization.
+ \$1 par value.

Statistical Summary

%Income bef. Taxes to Sales	16.70	18.37
%Net Income to Sale	9.66	9.89
%Net Income to Equity	16.37	17.43
Sales to Inventories	6.83	6.34
Debt to Equity	0.35	0.17
Working Capital	\$ 162,930,943	\$ 148,187,794
Current Ratio	3.90	5.61
Shareholders' Equity	\$ 279,611,063	\$ 248,347,302

Salant Corporation

1290 Avenue of the Americas
New York, New York 10104
(212) 603-1600

Officers: John S. Rodgers, chairman of the board, secretary & general counsel; Ray W. Williams, president & chief executive officer; Martin F. Tynan, v.p.-finance & treasurer.

Directors: John S. Rodgers*, chairman; Walter J. Fried, John W. Mettler, III, Robert S. Ruwitch, Marvin Schiller, Ray W. Williams.

* Member of the Executive Committee

Business Activities: Engaged in the design, manufacture and sale of apparel for men, boys, girls and children. Its principal products are slacks, jeans, children's pajamas, shirts and utility wear.

Trademarks and/or Brand Names: Thomson, J.R. Tipton, SporThomson, TACO, Care Bears, The Get Along Gang.

Plant Locations: Trumann, Arkansas; Gibson, Harlem, Martinez, Millen, Thomson, Georgia; Obion, Union City, Tennessee; Carrizo Springs, Eagle Pass Texas; Coshulla (2), Mexico.

Divisions and Subsidiaries:

Obion Company
1333 Broadway
New York, New York 10018
Produces children's sleepwear and playwear.

Texas Apparel Company
4150 Pinnacle Street
El Paso, Texas 79902
Manufactures private label fashion and basic jeans for men and boys.

Thomson Company
1290 Avenue of the Americas
New York, New York 10104
Markets men's slacks, sportswear, sweaters and sport shirts.

Carrizo Manufacturing Co., S.A. de C.V.
Mexico

Clanteport Inc.
New York
Distributes a process used to produce a permanent crease in cotton, wool and blended apparel.

Transfer Agent(s):

The Chase Manhattan Bank
1 New York Plaza
New York, New York 10081

Stock Exchange(s): New York

Ticker Symbol: SLT

Sales & Earnings

	Net Sales +	Net Income †
1987	\$ 136,272,000	\$ 8,638,000
1986	131,070,000	(5,092,000)
1985	144,466,000	(8,084,000)
1984	198,771,000	(21,240,000)
1983*	174,830,000	1,147,000

	No. of Com. Shares	Earn. per Share ‡
1987	3,540,370	\$ 2.49
1986	3,308,779	—
1985	3,308,779	—
1984	3,308,779	—
1983*	3,263,579	0.33

(Loss)
* 53 weeks.
+ Of continuing operations only.
† Including extraordinary gain of \$4,545,000 (\$1.31 per share) in 1987 and extraordinary loss of \$6,688,000 in 1986.
‡ Based on the weighted average number of shares outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ —	—	—
1986	—	—	—
1985	—	—	—
1984	0.30	—	—
1983	0.40	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 24,570,000	\$ 6.94
1986	12,414,000	3.75
1985	16,972,000	5.13
1984	24,993,000	7.35
1983	47,209,000	14.47

Salant Corporation

Income Account *		
(000's)		
Year ended	11/28/87	11/29/86
Net sales	\$ 136,272	\$ 131,070
Cost of sales	106,426	105,508
Expenses	19,530	19,226
Chap. XI exp.	—	1,676
Loss on sale of subid.	—	1,600
Interest expense	4,014	13
Other income	(987)	(1,510)
Income before taxes	\$ 7,289	\$ 4,555
Income taxes	3,196	2,959
Net Income	\$ 4,093	\$ 1,596
Extraord. items	4,545	(6,668)
Net Income & extraord. items	\$ 8,638	\$ (5,092)

* Included in Costs and Expenses, Depreciation and Amortization: \$1,866,000 in 1987 and \$1,816,000 in 1986.

Assets		
(000's)		
As of	11/28/87	11/29/86
Cash & short-term invest.	\$ 10,154	\$ 30,859
Accts. receiv., net	25,888	20,294
*Inventories	29,617	28,882
Prepaid expenses & other curr. assets	1,148	1,141
Current Assets	\$ 66,807	\$ 81,176
*Fixed assets	11,408	11,980
Other assets	1,781	2,151
Total Assets	\$ 79,996	\$ 95,307

Liabilities		
(000's)		
Long-term debt, curr.	\$ 300	\$ 300
Accts. payable	8,468	1,944
Accrued payroll	6,806	6,300
Accrued interest	3,261	—
Taxes payable	728	512
Liab. for Chap. XI settl.	2,291	—
Current Liabilities	\$ 21,854	\$ 9,056
Long-term debt	28,411	300
Deferred liab.	5,161	3,327
Liab. def-Chap. XI	—	68,210
+Common stock	3,660	3,309
Add. paid-in capital	17,284	13,340
Retained earnings (deficit)	4,272	(4,366)
Con. trans. adjust.	165	131
Treasury stock	(811)	—
Total Liabilities & Shareholders' Equity	\$ 79,996	\$ 95,307

* At lower of cost (FIFO) or market.
* Less accumulated depreciation and amortization.
+ \$1 par value.

Statistical Summary		
%Income bef. Taxes to Sales	5.35	3.48
%Net Income to Sales	3.00	1.22
%Net Income to Equity	16.66	12.86
Sales to Inventories	4.60	4.54
Debt to Equity	1.17	0.03
Working Capital	\$ 44,953,000	\$ 72,120,000
Current Ratio	3.06	8.96
Shareholders' Equity	\$ 24,570,000	\$ 12,414,000

Salem Carpet Mills, Inc.

NCNB Plaza, Suite 1100
Winston-Salem, North Carolina 27101
(919) 727-1200

Officers: W. Douglas Foster, chairman & chief executive officer; Douglas A. Cummins, president & chief operating officer; E. A. Meyers, Jr., sr. v.p.-Eastern Division; J. Terris Hagan, sr. v.p.; John C. Logue, sr. v.p.-sales & marketing; Floyd W. Kyzer, v.p.-Western Division; Thomas F. Lanier, sr. v.p.-chief financial officer & secretary; Jack Haselwinder, sr. v.p.-manufacturing; Ollie F. McDonald, v.p.-product development; Reid D. Lookbill, corporate controller; Taylor M. Moore, v.p.-administration; Lane R. Walsh, v.p.-Southwest Division; Richard Jensen, v.p.-Midwest Division; William E. Stephenson, v.p.-manufacturing; Ernest E. Ferrell, Jr., dir. of credit & asst. treasurer; Timothy O. Toole, v.p.-national accounts; Jack W. Hatcher, v.p.-human resources; Charles W. Wood, v.p.-merchandising; William F.E. Loftin, v.p.-contract.

Directors: W. Douglas Foster, A.O. Foster, W.N. Hailey, James S. Dockery, Jr., Douglas A. Cummins, Thomas F. Lanier, Richard R. Allen, Charles A. Tucker.

Business Activities: Engaged in the manufacture and sale of broadloom tufted carpet which utilizes nylon and polypropylene synthetic fibers. The products are marketed through Salem Carpet Mills, Inc., Winston Carpet Corporation and Majestic Carpet Mills.

Trademarks and/or Brand Names: Salem, Winston, Majestic, Ashley.

Plant Locations: Ringgold, Dalton, Chickamauga, Lafayette, Ga.; South Pittsburg, Tenn.; Trenton, S.C.

Divisions

Majestic Carpet Mills
P.O. Box 220
Ringgold, Georgia 30736
(404) 935-2241

Winston Carpet Corporation
P.O. Box 220
Ringgold, Georgia 30736
(404) 935-2241

Ashley Carpet Division
P.O. Box 220
Ringgold, Georgia 30736
(800) 223-9995

Transfer Agent(s)

Dominion Trust Company
P.O. Box 13327
Roanoke, Virginia 24040

Stock Exchange(s): Over-the-Counter.

Ticker Symbol: SLCR (NASDAQ)

Sales & Earnings		
	Net Sales	Net Income
1987	\$ 359,354,000	\$ 5,351,000
1986	325,396,000	7,468,000
1985	276,381,000	5,915,000
1984	259,683,000	3,868,000
1983	250,756,000	4,312,000

	No. of Com. Shares	Earn. per Share +
1987	8,025,376	\$ 0.67
1986	8,005,037	0.94
1985	7,921,199	0.75
1984	7,854,175	0.49
1983	7,829,175	0.59

+ Based on the average number of shares outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 52,812,000	\$ 6.58
1986	47,363,000	5.92
1985	39,702,000	5.01
1984	33,622,000	4.28
1983	29,684,000	3.79

Income Account		
Year ended	12/26/87	12/27/86
Net sales	\$ 359,354,000	\$ 325,396,000
Cost of sales	291,023,000	259,560,000
Expenses	47,158,000	41,037,000
Depreciation & amortization	5,498,000	4,769,000
Int'l. int. expense	6,204,000	5,950,000
Income before taxes	\$ 9,471,000	\$ 14,080,000
Income taxes	4,120,000	6,612,000
Net Income	\$ 5,351,000	\$ 7,468,000

Assets		
As of	12/26/87	12/27/86
Cash	\$ 625,000	\$ 877,000
Accts. receiv., net	53,350,000	14,009,000
*Inventories	50,761,000	48,711,000
Prepaid expenses	1,028,000	976,000
Deferred inc. taxes	1,263,000	1,110,000
Current Assets	\$ 107,027,000	\$ 65,683,000
*Fixed assets	37,743,000	32,944,000
Other assets	797,000	599,000
Total Assets	\$ 145,567,000	\$ 99,226,000

Liabilities		
Notes payable	\$ 5,000,000	—
Long-term debt, curr.	3,169,000	2,279,000
Accts. payable	28,531,000	21,502,000
Accruals	4,380,000	3,101,000
Accrued payroll	1,583,000	2,478,000
Reserve for losses on factored accts. rec.	1,067,000	1,166,000
Inc. taxes payable	—	1,438,000
Current Liabilities	\$ 43,730,000	\$ 31,924,000
Long-term debt	46,843,000	17,720,000
Deferred inc. taxes	2,182,000	2,219,000
+ Common stock	8,025,000	8,005,000
Add. paid-in capital	3,318,000	3,340,000
Retained earnings	41,469,000	36,118,000
Total Liabilities & Shareholders' Equity	\$ 145,567,000	\$ 99,226,000

* At lower of cost (LIFO or FIFO) or market.
* Less accumulated depreciation and amortization.
+ \$1 par value.

Statistical Summary

%Net Income bef. Taxes to Sales	2.64	4.33
%Net Income to Sales	1.49	2.30
%Net Income to Equity	10.13	15.77
Sales to Inventories	7.08	6.68
Debt to Equity	1.04	0.42
Working Capital	\$ 63,297,000	\$ 33,759,000
Current Ratio	2.45	2.06
Shareholders' Equity	\$ 52,812,000	\$ 47,363,000

The Samsung Group

Samsung Main Building
250 2-ka Taepyeong-ro Chung-Ku
Seoul, KO

Executives: Byung-Chul Lee, chairman of the board-Samsung Group; Kun-Hee Lee, vice chairman-Samsung Group; Hyon-Hwak Shin, chairman-Samsung Co., Ltd.; Joon-Sung Kim, chairman-Samsung Electronics Co., Ltd.; Jae-Un Chung, vice chairman Samsung Co., Ltd.; Pil-Gon Rhee, president-Samsung Co., Ltd.; Yung-Hi Sohn, president-Cheil Sugar & Co., Ltd.; Dae-Won Lee, president-Cheil Wool Textile Co., Ltd.; Chun-Hwa Lee, president-Cheil Synthetic Textile Co., Ltd.; Hoon-Chul Shin, president-Samsung Aerospace Industries Co., Ltd.; Hyoung-Soo Hae, president-Samsung Corning Co., Ltd.; Joo-In Suh, president-Samsung Electro-Mechanics Co., Ltd.; Pyung-

Kun Sang, president-Samsung Petrochemical Co. Ltd., Kwun-Shik Choi, president-Samsung Shipbuilding & Heavy Industries Co. Ltd. and Korea Engineering Co. Ltd.; Ki-Suk Park, president-Samsung Construction Co. Ltd.; Jin-Ku Kang, president-Samsung Semiconductor & Telecommunications Co. Ltd.; Sae-Chang Song, president-Semiconductor & Telecommunications Co. Ltd.; Jung-Sang Kim, president-Samsung Watch Co. Ltd.; Sang-Ho Jeon, president-Samsung Data Systems Co. Ltd.; In-Ho Kim, president-Chonju Paper Manufacturing Co. Ltd. and Hotel Shilla Co. Ltd.; Soo-Hwan Lee, president-Samsung Development Co. Ltd.; Si-Hwan Ahn, president-Samsung Electronics Co. Ltd.; Jung-Bae Kim, president-Samsung Electronic Devices Co. Ltd.; Kyung-Shik Sohn, president-Ankuk Fire & Marine Insurance Co. Ltd.; Han-Sup Ryu, president-Dongbang Life Insurance Co. Ltd.; Han-Sup Ryu, president-Shinsegae Department Store Co. Ltd.; Woon-Hai Cho, chairman-Koryo General Hospital.

Business Activities: In the Textile area, the Company produces worsted textiles, woolen textiles, men's and women's garments, knit wear, blankets, polyester staple fiber, polyester filament, synthetic fabrics and knitted goods. The Company also manufactures a wide range of electronic and precision products, industrial machinery, chemicals and textiles; and is engaged in food processing, insurance, hotel services, and the operation of department stores, newspapers and magazines.

Trademarks and/or Brand Names: Goldentex, La Beauté, Cacharel, Galaxy.

Plant Locations: Seoul & Kyungsan, South Korea.

Subsidiaries (Korea)

Samsung Co., Ltd.,
26th Floor Samsung Main Bldg.,
250 2-ka Taepyeong-ro, Chung-ku-C.P.O. Box 1144
Seoul, Korea
751-2114

Cheil Sugar & Co., Ltd.,
18th Floor, Dongbang Main Bldg.,
150, 2-ka, Taepyeong-ro, Chung-ku-C.P.O. Box 1155
Seoul, Korea
7518-114

Cheil Wool Textile Co., Ltd.,
8th Floor, Samsung Main Bldg.,
250, 2-ka Taepyeong-ro, Chung-ku-C.P.O. Box 1955
Seoul, Korea
751-2114

Cheil Synthetic Textiles Co., Ltd.,
19th Floor, Dongbang Main Bldg.,
150, 2-ka, Taepyeong-ro, Chung-ku-C.P.O. Box 3913
Seoul, Korea
7518-114

Chonju Paper Mfg. Co., Ltd.,
21st Floor, Dongbang Main Bldg.,
150, 2-ka, Taepyeong-ro, Chung-ku.
Seoul, Korea
755-6619
755-2357

Joong-Ang Development Co., Ltd.,
12th Floor, Samsung Bldg.
50, 1-ka, Uchi-ro, Chung-Ku.
Seoul, Korea
777-5801

Samsung Electronics Co., Ltd.,
18th Floor, Joong-ang Daily News Bldg.,
7 Soonhwa-dong, Chung-ku-C.P.O. Box 2775
Seoul, Korea
751-6114

Samsung Electron Devices Co., Ltd.,
5-8th Floor, Joong-ang Daily News Bldg.,
7 Soonhwa-dong, Chung-Ku
Seoul, Korea
755-2333

Samsung Aerospace Industries Ltd.,
16th Floor, Dongbang Main Bldg.,
150 2-ka Taepyeong-ro, Chung-Ku
Seoul, Korea
7518-114

Samsung Corning Co., Ltd.,
472 Sin-ri Taean-up Whang-kun
P.O. Box 32 Sevon
Kyungki-do, Korea
7515-114
(0331) 33-5588

Samsung Electro-Mechanics Co., Ltd.,
314 Maetan-dong, Suwon-si
Kyungki-do, Korea
7512-114
(0331) 33-5511

Samsung Petrochemical Co., Ltd.,
10th Floor, Dongbang Main Bldg.,
150 2-ka, Taepyeong-ro, Chung-Ku.
Seoul, Korea
7518-821/31

Samsung Shipbuilding & Heavy Industries Co., Ltd.,
19-20 Floor Samsung Main Bldg.,
250 2-ka Taepyeong-ro, Chung-Ku-C.P.O. Box 3384
Seoul, Korea
751-2214

Ankuk Fire & Marine Insurance Co., Ltd.,
6th Floor Samsung Bldg.,
50 1-ka Uchi-ro, Chung-ku-C.P.O. Box 469
Seoul, Korea
771-42

Dongbang Life Insurance Co., Ltd.,
Dongbang Main Bldg.,
150 2-ka Taepyeong-ro, Chung-Ku
Seoul, Korea
7518-14

Shinsegae Department Store Co., Ltd.,
52-5 1-ka Chungmu-ro, Chung-ku
Seoul, Korea
754-1234

Koryo General Hospital
108 Pyeong-dong, Chongno-ku
C.P.O. Box 3452
Seoul, Korea
739-3211/20

Hotel Shilla Co., Ltd.,
202 2-ka Jangchung-dong, Chung-ku
Seoul, Korea
233-3131

Samsung Construction Co., Ltd.,
5th Floor Jong-ang Bldg.,
58-9 Soosomun-dong, Chung-ku-C.P.O. Box 8526
Seoul, Korea
757-8877

Samsung Electronics U.K. Ltd.,
9th Floor Jong-ang Bldg.,
58-9 Soosomun-dong, Chung-ku-C.P.O. Box 4351
Seoul, Korea
757-9900

Samsung Semiconductor & Telecommunications Co., Ltd.,
26th Floor Dongbang Main Bldg.,
150 2-ka Taepyeong-ro, Chung-ku-C.P.O. Box 8233
Seoul, Korea
771-78

Samsung Watch Co., Ltd.,
7th Floor Samsung Main Bldg.,
250 2-ka Taepyeong-ro, Chung-ku-C.P.O. Box 1806
Seoul, Korea
751-2114

Samsung Medical Systems Co., Ltd.,
429-1 Sin-ri Taean-up
Hwasung-gun, Kyungki-do
745-5491/4

Samsung Hewlett Packard Co.,
36-1 Yoido-dong, Youngdeungpo-ku
Seoul, Korea
784-2666

The Joong-Ang Daily News
Joong-ang Daily News Bldg.,
7 Soonhwa-dong, Chung-ku
Seoul, Korea
7515-114

Samsung Data Systems Co., Ltd.,
6th Floor Samsung Main Bldg.,
250 2-ka Taepyeong-ro, Chung-ku-C.P.O. Box 4283
Seoul, Korea
756-6313

Subsidiaries (U.S.A.):

Samsung Electronics America Inc.,
301 May Hill Street
Saddlebrook, New Jersey 07662
(201) 587-9600
(201) 587-0010

Samsung International Inc.,
One Samsung Place
Ledgewood, New Jersey 07852
(201) 347-8004

Samsung America Inc.,
One Executive Drive
Fort Lee, New Jersey 07024
(201) 592-7900
(212) 227-9770

Samsung Pacific International Inc.,
1425 East Firestone Blvd.
La Mirada, California 90638
802-2211

Samsung Steel (U.S.A.) Inc.,
1333 West Loop South Suite 1180
Houston, Texas 77027
(713) 960-1910

Samsung Semiconductor Inc., (U.S.A.)
5150 Grant America Parkway
Santa Clara, California 95054
408-980-1630

Eugene Tech International Inc.,
4-Penri Court Allendale Park
Allendale, New Jersey 07401
(201) 391-6498

Stock Exchange(s): Seoul, Korea

Sales & Earnings

	Net Sales (Millions)	Net Income (Millions)
1986	W 14,615,742	W 161,150
1985	12,230,639	97,598
1984	8,680,328	N.A.
1983	6,023,770	N.A.
1982	5,018,516	N.A.

W - Korea Won
N.A. - Not Available

Revenues by Line of Business (Million's)

	1986	1985
Exports, imports, domestic		
mktg.	W 4,275,449	W 3,861,711
Electronic	2,951,240	2,322,630
Industrial	436,550	516,134
Chemical	102,989	111,827
Engineering	439,383	465,899
Newsprint	120,029	86,919
Jet engines	89,682	74,043
Digital elec.	39,069	29,290
Food products	544,926	471,425
Textile	403,595	358,003
Other	4,994,930	3,790,358

Common Stock

	Total Equity (Million's)	Equity Per Share
1986	W 1,101,851	--
1985	891,496	--

The Samsung Group

Income Account *

Year ended Dec. 31	1986	1985
Net sales	W 14,615,742	W 12,230,639
Other income	196,915	121,802
Total income	W 14,812,657	W 12,352,441
Cost of sales	13,128,930	11,030,355
Expenses	923,776	705,113
Interest expense	378,395	339,799
Other expense	161,010	130,801
Income before taxes	W 220,526	W 126,373
Income taxes	99,376	28,775
Net Income	W 161,150	W 97,598

* Included in Costs and Expenses, Depreciation and Amortization: W278,352,000,000 in 1986 and W263,578,000,000 in 1985.

Assets (Million's)

As of Dec. 31	1986	1985
Cash	W 423,018	W 374,320
Marketable securities	68,834	65,713
Notes receivable	314,034	216,371
Accts. receiv., net	878,747	842,760
Inventories	867,604	675,381
Other curr. assets	2,503,814	1,774,684
Current Assets	W 5,056,051	W 3,949,229
Investments	1,185,966	860,492
# Fixed assets	2,948,443	2,322,973
Other assets	240,784	205,022
Total Assets	W 9,431,244	W 7,337,716

Liabilities (Million's)

Notes payable	W 378,706	W 250,107
Short-term loans	1,327,794	1,185,842
Long-term debt, curr.	501,452	318,618
Accts. payable	289,688	226,315
Accruals	151,872	149,025
Advances from cust.	119,251	78,112
Others accruals	392,228	188,424
Current Liabilities	W 3,160,991	W 2,396,443
Debentures	320,964	458,941
Long-term debt	1,271,067	1,044,554
Reserves	136,049	98,522
Other liabilities	3,440,322	2,447,760
Common stock	555,742	458,464
Add. paid-in capital	207,409	199,421
Retained earnings	338,700	233,611
Total Liabilities & Shareholders' Equity	W 9,431,244	W 7,337,716

Less accumulated depreciation.

Statistical Summary (000's)

% Income bef. Taxes		
to Sales	1.51	1.03
% Net Income to Sales	1.10	0.80
% Net Income to Equity	14.63	10.95
Sales to Inventories	16.85	18.11
Debt to Equity	3.16	3.14
Working (Millions) Capital	W 1,895,060	W 1,552,786
Current Ratio	1.60	1.65
Shareholders' Equity (Millions)	W 1,101,851	W 891,496

Officers: Mark M. David, chairman of board, chief exec. and operating officer & president; Saul Pomerantz, v.p., secretary & chief finance officer; Helen Samuels, treasurer; Clay Medley, v.p.-manufacturing.

Directors: Mark M. David, chairman; Harold B. Pomerantz, Saul Pomerantz, John J. Ross, Helen Samuels.

Business Activities: Engaged in the design, manufacture and sale of a diversified line of women's popular priced sleepwear, intimate apparel, daywear, leisurewear and robes. Products include pajamas, nightgowns, babydolls, night shirts, dusters, slips, half-slips, camisoles, teddies, tap pants, sundresses, rompers, short sets, beachwear, peignoir ensembles, robes leisurewear and panties. Also manufactures ready-to-wear clothing for infants, boys and girls.

Trademarks and/or Brand Names: Pam Undies, PLAYMATE, Anne Leslie, Stardust, Intimates, Diane Von Furstenberg, Big Beautiful Woman (BBW), Nancy, Cathy, Sluggo, Superna, Touch of Tenderness, Cucumbers, Pure Gold 13, Mark of Fifth Avenue, Joan Collins Lingerie Collection.

Plant Location(s): Cremon, Petersburg, Pennsylvania; Hazlehurst, Glennville, Clayton, Georgia; Lebanon, Virginia; Haiti.

Divisions and Subsidiaries:

Anne Leslie Division
Manufactures and distributes robes.

Claxon Manufacturing Company Inc.
183 Madison Avenue
New York, New York
Manufactures and distributes ladies' panties under the trademark 'Pam Undies.'

Petersburg Manufacturing Corp.
Petersburg, Pennsylvania

Schnur & Cohan
New York, New York
Manufactures women's daywear, including slips, half-slips, camisoles, teddies and tap pants.

Acquisitions(s):

Mark Trouser, Inc.
Manufactures a line of infants and toddlers overalls, shortalls, jumpers, matching tops and boys' slacks and jeans under the name Cutecumber; boys' fashion jeans and casual wear under the name Pure Gold 13; and boys' dress slacks under the name Mark of Fifth Avenue.

Transfer Agent(s):

American Stock Transfer Company
New York, New York

Stock Exchange(s): American

Ticker Symbol: SMK

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 60,550,000	\$ 1,766,000
1986	59,504,000	2,771,000
1985	52,029,742	2,716,210
1984	43,464,358	2,248,949
1983	32,161,700	2,197,150
	No. of Com. Shares	Earn. per Share ‡
1987	6,419,000	\$ 0.28
1986	7,386,000	0.38
1985	9,176,000	0.30
1984	9,050,000	0.25
1983	9,005,000	0.24

† Including extraordinary gain of \$407,500 (\$0.05 per share) in 1983.

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock dividends and stock split.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	10%	—
1986	—	—	4-for-3
1985	—	10%	—
1984	—	10%	—

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 13,679,000	\$ 2.13
1986	8,988,000	1.19
1985	17,252,467	1.90
1984	14,536,257	1.61
1983	11,922,933	1.32

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock dividends and stock split.

Income Account *

Year ended June 30	1987	1986
Net sales	\$ 60,550,000	\$ 59,504,000
Cost of sales	43,281,000	42,650,000
Expenses	10,776,000	9,707,000
Interest expense	1,025,000	1,132,000
Interest expense - purch. of trans. stock	2,197,000	676,000
Income before taxes	\$ 3,271,000	\$ 5,339,000
Income taxes	1,505,000	2,568,000
Net Income	\$ 1,766,000	\$ 2,771,000

* Included in Costs and Expenses, Depreciation and Amortization: \$977,000 in 1987 and \$861,000 in 1986.

Assets

As of June 30	1987	1986
Cash	\$ 712,000	\$ 956,000
Cash-construc. fund	5,000,000	—
Accts. receiv., net	8,248,000	4,966,000
Inventories	28,971,000	23,701,000
Prepaid expenses	981,000	428,000
Current Assets	\$ 43,912,000	\$ 32,051,000
# Fixed assets	8,281,000	8,146,000
Goodwill	1,293,000	—
Other assets	1,724,000	568,000
Total Assets	\$ 55,230,000	\$ 40,765,000

Liabilities

Notes payable	\$ 2,622,000	\$ 5,024,000
Long-term debt, curr.	551,000	2,833,000
Accts. payable	7,018,000	7,631,000
Accruals	1,647,000	1,203,000
Emp. stock owner. plan	600,000	712,000
Cur. Liabilities	\$ 12,638,000	\$ 17,403,000
Long-term debt	3,264,000	14,061,000
Subordinated debenture	25,000,000	—
Deferred inc. taxes	649,000	533,000
+Common stock	90,000	84,000
Add. paid-in capital	10,611,000	7,472,000
Retained earnings	12,151,000	12,594,000
Treasury stock	(9,173,000)	(11,382,000)
Total Liabilities & Shareholders' Equity	\$ 55,230,000	\$ 40,765,000

* At lower of cost (FIFO) or market.

Less accumulated depreciation.

+ \$0.01 par value.

Sanmark-Stardust Inc.

145 Madison Avenue
New York, New York 10016
(212) 684-3400

Statistical Summary

% Income bef. Taxes to Sales	5.40	8.97
% Net Income to Sales	2.92	4.66
% Net Income to Equity	12.91	31.60
Sales to Inventories	2.09	2.51
Debt to Equity	0.24	1.60
Working Capital	\$ 31,294,000	\$ 14,448,000
Current Ratio	3.48	1.84
Shareholders' Equity	\$ 13,679,000	\$ 8,764,000

Sara Lee Corporation

Three First National Plaza
Chicago, Illinois 60602
(312) 762-2600

Officers: John H. Bryan, Jr., chairman of the board & chief exec. officer; Robert E. Elbertson, vice chairman; John B. McKinnon, president; Michael E. Murphy, exec. v.p. & chief financial and administrative officer; Joseph F. Neely, sr. v.p.-human resources; George W. Bryan, sr. v.p.; Paul Fulton, sr. v.p. & group exec.; C. Steven McMillan, sr. v.p.-strategy development; Richard G. Rademacher, sr. v.p. & chief accounting officer; Gordon H. Newman, sr. v.p.; secretary & general counsel; Cornelius Boonstra, sr. v.p.; Brian Hensley, sr. v.p.; Philip R. Currier, v.p.; Leslie W. Riley, Jr., v.p.; William D. Hardison, Jr., v.p.; Gary Bernecker, v.p.; Keith L. Alm, v.p.; Thomas D. MacLeod, Jr., v.p.; M. Eldon Schenck, v.p.; Robert L. Lauer, v.p.-corporate affairs; Mary Ellen Johnson, v.p. & treasurer; Phillip Temple, v.p.-human resources; Daniel R. Kulik, v.p. & corp. controller; William T. White, Jr., v.p.-admin.; Vincent H. Swayer, v.p.-corp. systems; Andrew E. B. Stack, v.p.-investor relations; Dennis W. Hagele, assistant controller; Mark J. McCarville, v.p.-corp. development; JoAnn D. Burkholder, assistant secretary; Thomas H. Gordon, assistant secretary; William D. Irie, assistant secretary; Charles Y. Lackey, assistant secretary; William S. Lipeman, assistant secretary; Ronald L. Schrubel, assistant secretary; Floyd G. Hoffman, v.p. & associate gen. counsel; Judith A. Sprieser, asst. treasurer.

Directors: Roy L. Ash*, John H. Bryan, Jr.*, John B. McKinnon*, Robert E. Elbertson*, John T. Fey*, Carl A. Gerstacher*, James L. Kestlen, Gualtherus Krajenhoff, Joan D. Manley, Beatrice C. Mayer, Paul W. McCracken, J. Dean Muncester*, Michael E. Murphy, Richard L. Thomas*, Willie D. Davis, Jolin E. Swearingen, Lou van Dongen, Charles W. Coker.

* Member of the Executive Committee

Business Activities: Consumer Personal Products-hosiery, knitwear, women's swimwear, intimate apparel, gloves, leather goods, cosmetics, personal and household care products.

Beverages - coffee, tea, and soft drinks.

Consumer Foods - fresh and processed meats, frozen baked goods, potatoes, confections, candy, canned fruits and vegetables, personal care products, toys, refined sugar.

Foodservice Distribution - food and supplies for volume feeding operations.

Consumer Direct Sales - home cleaning appliances, housewares and personal care products.

Trendsetter and/or Brand Names: Hanes, Underalls, Slenderalls, Fitting Pretty, Hanes Toof, Hanes Alive, Just My Size, Silk Reflections, Bill Bliss, Showtoons, Today's Girl, L'eggs Colors, Sheer Energy, Sheer Elegance, Hanes Printables, L'erin, Bali, Wonderbra, Dict, A-OK, Ce Soir, Something Else, Aris, Isootone, Sirena, Wearabouts, Lycra, Donna Karan, Hanes Ultra Silk, Ultra Sheer, Little L'eggs Tights, Hanes Her Way, Pretty Bali, Flexfit, Not Just Another Bra, Not Just Another Panty, Thinsulate, Notice, Summeralls, Summer Sheer, Coloralls, Winteralls, Beefy-T, Hanes Classics, Hanes Her Way, L'eggs Active Support, Sheer Elegance Silky Support.

Divisions and Subsidiaries:

Consumer Personal Products

Hanes Hosiery
Winston-Salem, North Carolina
Women's hosiery products.

Hanes Printables
Winston-Salem, North Carolina
Printable T-shirts and activewear.

L'eggs Products
East Rockingham, North Carolina
Women's hosiery products.

Hanes Underwear
Winston-Salem, North Carolina
Men's, boy's and women's underwear.

Bali Company
Winston-Salem, North Carolina
Brasieres.

Canadelle, Inc.
Montreal, Quebec, Canada
Foundation garments.

Aris Isootone, Inc.
New York, New York
Gloves, knitwear, and slippers.

Sirena, Inc.
South El Monte, California
Women's swimwear and leisure wear.

Coach Leatherwear
Leather goods.

Nicholas Kiwi
Clayton, Australia

Beverages:

Douwe Egberts N.V. (65% owned)
Utrecht, Holland

Superior Coffee Co.
Bensenville, Illinois

Consumer Foods:

Kahn's and Company
Cincinnati, Ohio

Bryan Foods
West Point, Michigan

Hillshire Farm
New London, Wisconsin

Rudy's Farm
Nashville, Tennessee

Galio/Galileo Salame
San Francisco, California

Kitchens of Sara Lee
Deerfield, Illinois

Chef Pierre, Inc.
Troy, Michigan

Hollywood Brands
Centralia, Illinois

Intradal NV
Amersfoort, Holland

Jonker Fris B.V.
Heusden A.D. Maas, Holland

Hi-Brand Foods
Peachtree, Georgia

Standard Meat Co.
Fort Worth, Texas

Jimmy Dean Meats
Dallas, Texas

Peck Meat Packing
Milwaukee, Wisconsin

Bill Mar Foods
Burling Foods

Food Service Distribution:

PYA/Monarch, Inc.
Greenville, South Carolina

Booth Fisheries Corporation
Chicago, Illinois

Consumer Direct Sales:

Electrolux Corporation
Bristol, Virginia

The Fuller Brush Company
Great Bend, Kansas

Lyon's Restaurants
Foster City, California

Transfer Agent(s):

Sara Lee Corporation
Chicago, Illinois

Stock Exchange(s): New York, Midwest, Pacific, London, Amsterdam

Ticker Symbol: SLE

Sales & Earnings

	Net Sales + (000's)	Net Income (000's)
1987	\$ 9,154,588	\$ 267,099
1986	7,937,722	223,455
1985	8,117,206	206,312
1984	7,000,310	188,441
1983	6,572,298	171,235

	No. of Com. Shares	Earn. per Share \$
1987	111,487,000	\$ 2.35
1986	108,211,000	2.02
1985	110,743,000	1.80
1984	113,273,000	1.62
1983	118,907,000	1.44

* 53 weeks.

+ Of continuing operations only.

Based on the weighted average number of shares outstanding adjusted to reflect stock splits.

Revenues by Line of Business
(000's)

	1987	1986
U.S. consumer foods	\$ 3,185,198	\$ 2,797,135
International consumer foods	1,471,878	1,334,533
Foodservice	1,893,449	1,522,863
Consumer personal products	1,630,622	1,439,806
Consumer Household products	1,086,519	942,540
Intersegment sales	(113,079)	(95,155)
Total	\$ 9,154,588	\$ 7,937,722

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 0.95	—	2-for-1
1986	0.78	—	—
1985	0.703	—	—
1984	0.633	—	2-for-1
1983	0.568	—	—

* Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity (000's)	Equity Per Share \$
1987	\$ 1,415,955	\$ 12.79
1986	1,154,678	10.82
1985	991,043	9.26
1984	936,908	8.66
1983	935,016	8.10

Adjusted to reflect stock splits.

Sara Lee Corporation

Income Accounts *		
(000's)		
Year ended	7/27/87	6/28/86
Net sales	\$ 9,154,388	\$ 7,937,722
Cost of sales	6,309,545	5,403,149
Expenses	2,321,704	2,122,809
Interest expense	68,473	56,167
Income before taxes	\$ 467,846	\$ 355,597
Income taxes	180,787	132,142
Net income	\$ 287,059	\$ 223,455

* Included in Costs and Expenses, Depreciation: \$168,027,000 in 1987 and \$141,723,000 in 1986.

Assets (000's)		
As of	6/27/87	6/28/86
Cash, invest., & market secur.	\$ 302,862	\$ 156,139
Accts. receiv., net	609,998	650,984
* Inventories	1,011,719	936,328
Other curr. assets	35,827	36,010
Current Assets	\$ 1,960,406	\$ 1,779,481
Invest. in unconsol. cos.	116,320	43,346
Trademarks	230,133	184,965
* Fixed assets	1,340,570	996,261
Intangibles	644,246	499,033
Total Assets	\$ 4,191,675	\$ 3,503,106

Liabilities (000's)		
Notes payable	\$ 219,354	\$ 95,611
Long-term debt, curr.	75,993	13,485
Accts. payable & accruals	1,276,902	1,000,209
Deferred inc. taxes	20,092	39,745
Cap. lease oblig., curr.	2,121	2,017
Current Liabilities	\$ 1,595,362	\$ 1,151,067
Long-term debt	617,424	617,267
Long-term oblig., capital leases	15,200	16,895
Deferred inc. tax	280,527	282,705
Other liabilities	192,307	205,494
+ Preferred stock	75,000	75,000
+ + Common stock	139,461	79,730
Add. paid-in capital	3,667	6,963
Retained earnings	1,408,504	1,320,475
Foreign curr. trans.	20,048	(42,350)
Treasury stock	(175,725)	(210,142)
Total Liabilities & Shareholders' Equity	\$ 4,191,675	\$ 3,503,106

* At lower of cost (LIFO & FIFO) or market.

Less accumulated depreciation.

+ No par value; cumulative, convertible, adjustable.

+ + \$1.33 1/3 par value.

Statistical Summary		
% Income bef. Taxes to Sales	4.89	4.48
% Net Income to Sales	2.92	2.82
% Net Income to Equity	18.86	19.35
Sales to Inventories	9.05	3.48
Debt to Equity	0.66	0.65
Working Capital	\$ 365,144,000	\$ 628,414,000
Current Ratio	1.23	1.55
Shareholders' Equity	\$ 1,415,955,000	\$ 1,154,678,000

Savoy Industries, Inc.

150 East 58th Street
New York, New York 10155
(212) 980-9670

Officers: Benson A. Seizer, chairman of the board, chief executive officer & exec. v.p.; Irwin L. Feinberg, vice chairman; John A. Seizer, exec. v.p., secretary & treasurer; Samuel Ofichter, vice chairman; Robert Komenda, president, chief operating and financial officer; John R. Gioioso, v.p. & asst. secretary.

Directors: Benson A. Seizer, chairman of the board; Irwin L. Feinberg, John A. Seizer, Len Gray, Harold P. Chaffe, James L. Kropf, Samuel Ofichter.

Business Activities: Principally engaged in the manufacture and marketing of men's sweaters and sportswear.

Trademarks and/or Brand Names: Arnold Palmer by Robert Bruce, Cotton Where It Counts, Robert Bruce, Signage.

Plant Locations: Philadelphia, Pennsylvania; Statesville, North Carolina.

Subsidiary:

Robert Bruce Industries, Inc.
(78.2%-owned)
C & Westmoreland Streets
Philadelphia, Pennsylvania 19134-0180
(215) 426-0300

Stock Exchange(s): Over-the-Counter

Ticker Symbol: SAVO (NASDAQ)

Sales & Earnings		
	Net Sales †	Net Income
1987	\$ 49,120,000	\$ (23,826,000)
1986	50,890,000	(4,040,000)
1985	70,277,000	(446,000)
1984	62,039,000	2,594,000
1983	60,318,000	1,933,000
	No. of Com. Shares	Earn. per Share ‡
1987	9,517,063	\$ —
1986	9,517,063	—
1985	9,517,063	—
1984	9,467,063	0.26
1983	9,467,063	0.20

(Loss)

† Of continuing operations only.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity		
	Total Equity †	Equity Per Share
1987	\$ (19,961,000)	\$ —
1986	3,886,000	0.41
1985	7,755,000	0.81
1984	8,210,000	0.87
1983	5,638,000	0.60

(Deficiency)

† After allowing for preferred stock at liquidation value.

Income Account *		
(000's)		
Year ended	1987	1986
Dec. 31		
Net sales	\$ 49,120	\$ 50,890
Cost of sales	40,996	37,271
Expenses	19,544	18,817
Minority interest	(789)	(2,020)
Interest expense	5,406	3,980
Interest income	(3,502)	(308)
Loss from cont. oper.	\$ (12,555)	\$ (6,650)

Income (loss) from discont. oper.		
	(11,271)	2,610
Net Loss	\$ (23,826)	\$ (4,040)

* Included in Costs and Expenses, Depreciation and Amortization: \$955,000 in 1987 and \$811,000 in 1986.

Assets (000's)		
As of Dec. 31	1987	1986
Cash	\$ 2,189	\$ 4,580
Accts. receiv., net	11,013	8,773
Notes receivable	1,500	—
* Inventories	11,072	10,082
Prepaid expenses	453	1,820
Current Assets	\$ 26,429	\$ 25,255
Net assets-discont. oper.	—	8,653
* Fixed assets	6,598	7,263
Notes receivable	—	5,000
Invest. in subord.	1,017	984
Other assets	3,853	4,332
Total Assets	\$ 37,899	\$ 31,429

Liabilities (000's)		
Notes payable	\$ 18,607	\$ 4,231
Long-term debt, curr.	18,752	1,819
Accts. payable	4,933	2,063
Accruals	6,034	4,186
Net liab.-discont. oper.	—	3,476
Income taxes	996	1,024
Current Liabilities	\$ 49,322	\$ 16,799
Long-term debt	4,754	23,789
Other liabilities	3,517	3,900
Minority interest	—	788
+ Preferred stock	1	1
+ + Common stock	95	95
Add. paid-in capital	8,009	7,009
Retained earnings (deficit)	(27,799)	(3,932)

Total Liabilities & Shareholders' Equity		
	\$ 37,899	\$ 31,429

* At lower of cost (FIFO) or market.

Less accumulated depreciation and amortization.

+ \$0.01 par value; 8% cumulative.

+ + \$0.01 par value.

Statistical Summary		
Sales to Inventories	4.44	5.05
Debt to Equity	—	7.67
Working Capital	—	\$ 8,456,000
Current Ratio	—	1.30
Shareholders' Equity (Deficiency)	\$ (19,694,000)	\$ 4,153,000

Seneca Foods Corporation

1162 Pittsford-Victor Road
Pittsford, New York 14534
(716) 383-9500

Officers: Arthur S. Wolcott, chairman of the board; Julius G. Kayser, vice chairman; Frederick W. Leick, president & chief exec. officer; William T. Nanovsky, sr. v.p. & chief financial officer; Alvin L. Geavrin, sr. v.p.-sales; Rickie A. Krusa, v.p. research & development; Jeffrey L. Van Riper, controller.

Directors: Arthur S. Wolcott, chairman; David L. Call, Edward O. Gaylord, G. Bryner Humphreys, Julius G. Kayser, Craig H. Kayser, Frederick W. Leick, William T. Nanovsky, Susan W. Stuart.

Business Activities: Through Tapetes Products, a textile converting subsidiary, the Company markets materials used as linings in men's apparel and as exterior fabrics for men's and women's outerwear. The Company is also involved in food processing, which is the major source of revenue.

Plant Location(s): Rochester, New York.

Subsidiary:

Tapeten Products
Rochester, New York

Transfer Agent(s):

Seneca Foods Corporation
1605 Main Street, Suite 1010
Sarasota, Florida 33577

Stock Exchange(s): Over-the-Counter

Ticker Symbol: SENE (NASDAQ)

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 270,518,000	\$ 1,754,000
1986	265,028,000	10,454,000
1985	270,403,000	5,889,000
1984	270,762,000	8,064,000
1983	275,947,000	(1,524,000)

	No. of Com. Shares ‡	Earn. per Share ‡
1987	3,412,852	\$ 0.51
1986	3,404,000	3.06
1985	3,602,992	1.62
1984	4,582,692	1.75
1983	N.A.	—

(Loss)

N.A. - Not Available.

+ Of continuing operations only.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1987	1986
Food processing	\$ 223,562,000	\$ 224,062,000
Textiles	32,681,000	29,004,000
Other	14,295,000	11,962,000
Total	\$ 270,518,000	\$ 265,028,000

Common Stock Equity

	Total Equity +	Equity Per Share
1987	\$ 62,852,000	\$ 18.46
1986	61,373,000	17.93
1985	51,011,000	15.23
1984	49,613,000	12.55
1983	46,633,000	9.43

+ After allowing for preferred stock at stated values.

Income Account*

Year ended July 31	1987	1986
Net sales	\$ 270,518	265,028
Cost of sales	230,530	232,413
Expenses	26,522	24,297
Interest expense	10,441	9,588
Income (loss) before taxes	\$ 3,025	\$ (1,270)
Income taxes (credit)	1,271	(1,713)
Income from cont. oper.	\$ 1,754	\$ 433
Income from discont. oper.	—	10,011
Net income	\$ 1,754	\$ 10,454

* Included in Costs and Expenses, Depreciation and Amortization: \$8,718,000 in 1987 and \$8,344,000 in 1986.

Assets (000's)

As of July 31	1987	1986
Cash	\$ 13,134	\$ 16,307
Accts. receiv., net	22,022	19,471
Investments	80,772	78,730
Prepaid expenses	276	1,881
Current Assets	\$ 116,204	\$ 116,409
Fixed assets	75,043	81,320
Other assets	3,079	3,049
Total Assets	\$ 194,328	\$ 200,778

Liabilities (000's)

Long-term debt & cap. lease oblig., curr.	\$ 3,512	\$ 2,483
Accts. payable	21,416	25,815
Accruals	8,752	8,280
Income taxes	—	1,088
Curr. Liabilities	\$ 33,680	\$ 37,666
Long-term debt	62,907	64,830
Cap. lease oblig.	20,271	23,678
Deferred inc. taxes	11,053	9,951
AGCO coop. funds	3,495	3,005
Exc. of acq. assets over cost	—	185
Preferred stock:		
+ 6% Cumulative	30	30
+ + 10% Cumulative convertible	20	20
+ + + Common stock	2,032	2,036
Add. paid-in capital	9,457	9,705
Retained earnings	51,363	49,632
Total Liabilities & Shareholders' Equity	\$ 194,328	\$ 200,778

* At lower of cost (LIFO) or market.

‡ Less accumulated depreciation and amortization.

+ \$1 par value.

+ + \$0.10 par value.

+ + + \$1 par value.

Statistical Summary

% Income bef. Taxes to Sales	1.12	—
% Net Income to Sales	0.65	—
% Net Income to Equity	2.79	17.01
Sales to Inventories	3.35	3.37
Debt to Equity	1.38	1.48
Working Capital	\$ 82,524,000	\$ 78,743,000
Current Ratio	3.45	3.09
Shareholders' Equity	\$ 62,922,000	\$ 61,443,000

Shaw Industries, Inc.

P.O. Box 2128
616 East Walnut Avenue
Dalton, Georgia 30720
(404) 278-3812

Officers: J. C. Shaw, chairman of the board; Robert E. Shaw, president & chief exec. officer; William C. Lusk, Jr., sr. v.p. & treasurer; W. Norris Little, sr. v.p.-operations; Warren M. Sims, Jr., v.p.-administration; Vance D. Bell, v.p.-marketing; Douglas H. Hoskins, controller; Bennie M. Laughter, secretary & gen. counsel.

Directors: J. C. Shaw*, chairman; Robert E. Shaw*, W. Norris Little, William C. Lusk, Jr., Robert R. Harlin*, Dakin B. Ferris, Clifford M. Kirtland, Jr.*, J. Hicks Lanier, R. Julian McCamy.

* Member of the Executive Committee

Business Activities: Manufactures, designs and sells tufted carpeting.

Trademarks and/or Brand Names: Philadelphia, Magee Carpets.

Plant Locations: Dalton, Fitzgerald, Cartersville and Calhoun, Georgia; Stevenson and Valley Head, Alabama; Decatur, Tenn.

Divisions:

Philadelphia Carpets Division
Distributor Division
National Division

Transfer Agent(s):

The Citizens & Southern National Bank
Atlanta, Georgia

Stock Exchange(s): New York, Pacific

Ticker Symbol: SHX

Sales & Earnings

	Net Sales ‡	Net Income
1987	\$ 694,203,000	\$ 28,545,000
1986	590,024,000	34,095,000
1985	519,472,000	25,881,000
1984	454,198,000	22,909,000
1983	301,776,000	9,951,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	16,764,587	\$ 1.70
1986	17,043,548	1.41
1985	17,049,308	1.52
1984	16,964,314	1.35
1983	13,983,246	0.71

‡ Includes service revenues.
* Based on the weighted average number of shares outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend ‡	Stock Dividend	Stock Split
1987	\$ 0.50	—	—
1986	0.325	—	2-for-1
1985	0.275	—	—
1984	0.235	—	4-for-3
1983	0.075	—	—

* Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 152,600,000	\$ 9.22
1986	141,218,000	8.29
1985	122,662,000	7.20
1984	101,936,000	5.96
1983	73,036,000	4.52

* Adjusted to reflect stock splits.

Income Account*

Year ended	6/27/87	6/28/86
Sales & revenues	\$ 694,203,000	\$ 590,024,000
Cost of sales	599,377,000	439,697,000
Expenses	72,130,000	62,494,000
Oper. profit	\$ 62,676,000	\$ 47,833,000
Other income	(306,000)	(299,000)
Interest expense	8,042,000	4,679,000
Income bef. taxes	\$ 54,940,000	\$ 43,453,000
Income taxes	26,395,000	19,338,000
Net income	\$ 28,545,000	\$ 24,095,000

* Included in Costs and Expenses, Depreciation: \$24,033,000 in 1987 and \$18,782,000 in 1986.

Shaw Industries, Inc.

Assets		
As of	6/27/87	6/28/86
Cash	\$ 6,056,000	\$ 2,476,000
Accts. receiv., net	90,180,000	81,457,000
*Inventories	136,963,000	96,230,000
Prepaid expenses	798,000	615,000
Current Assets	\$ 233,997,000	\$ 180,778,000
#Fixed assets	126,431,000	95,861,000
Other assets	2,328,000	2,272,000
Total Assets	\$ 362,756,000	\$ 278,911,000

Liabilities		
Notes payable	\$ 10,000,000	\$ —
Long-term debt, curr.	12,777,000	7,699,000
Accts. payable	47,488,000	37,750,000
Accruals	16,626,000	11,539,000
Accrued inc. taxes	5,427,000	5,445,000
Current Liabilities	\$ 92,318,000	\$ 62,433,000
Long-term debt	104,806,000	63,716,000
Deferred inc. taxes	13,032,000	11,544,000
+Common stock	18,918,000	18,918,000
Add. paid-in capital	30,785,000	30,785,000
Retained earnings	111,684,000	91,515,000
Treasury stock	(8,787,000)	—
Total Liabilities & Shareholders' Equity	\$ 362,756,000	\$ 278,911,000

* At lower of cost (LIFO) or market.
Less accumulated depreciation.
+ No par value; \$1.11 stated value.

Statistical Summary		
%Income bef. Taxes	7.91	7.90
to Sales	4.11	4.38
%Net Income to Sales	18.71	17.06
%Net Income to Equity	0.84	0.45
Working Capital	\$ 141,679,000	\$ 118,345,000
Current Ratio	2.53	2.90
Shareholders' Equity	\$ 152,600,000	\$ 141,218,000

Sheridane Designs Ltd., Inc.

(A private corporation)

1411 Broadway
New York, New York 10018
(212) 719-5790

Officers: Morton H. Spar, chairman of the board, chief executive officer & treasurer; Leon F. Tirsch, president & chief operating officer; Robin Spar-Monasebian, secretary.

Directors: Morton H. Spar, chairman; Leon F. Tirsch, Rusty Ruster, Seymour Buvi, Joseph Monasebian.

Business Activities: Promotes, arranges for the manufacture of, and markets men's neckwear, scarves, handkerchiefs and other men's furnishings under the Pierre Cardin label, denim jeans and denim jeans styles in fabrics other than denim under the Anne Klein label, and women's jeans (and related items) and women's knit dresses and coordinated knit separates under the Oleg Cassini label.

Trademarks and/or Brand Names: Pierre Cardin, Anne Klein, Oleg Cassini.

Divisions:

L.T. Designs Division
Engaged in the promotion and sale of private label men's ties, mufflers and hosiery.

Spar-Kell Industries Division
Operates 1,500 millinery and 100 handbag concessions in department stores nationwide.

S&K Costume Jewelry Department Division
Operates approximately 650 jewelry concessions in department, variety and specialty stores nationwide.

Sales & Earnings		
	Net Sales	Net Income
1987 *†	\$ 4,338,255	(99,808)
1986	15,926,867	(188,120)
1985	17,114,997	72,041
	No. of Com. ‡ Shares	Earn. per ‡ Share
1987 *†	9,321,952	\$ —
1986	9,321,952	—
1985	9,321,952	—

(Loss)

* 3 months

† Unaudited

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity		
	Total Equity	Equity Per Share ‡
1987	\$ 2,051,967	\$ 0.22
1986	1,792,480	0.19
1985	3,829,121	0.41

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account *		
Year ended	3/31/87 (3 months)	12/31/86
Net sales	\$ 4,338,255	\$ 15,926,867
Cost of sales	2,829,539	10,640,939
Expenses	1,483,707	5,395,333
Interest expense	129,190	288,432
Interest income	(8,873)	(89,428)
Other income	—	(130,289)
Loss before taxes	\$ (95,308)	\$ (178,120)
Income taxes	4,500	10,000
Net Loss	\$ (99,808)	\$ (188,120)

* Included in Costs and Expenses, Depreciation and Amortization: \$75,992 in 1987 and \$169,379 in 1986.

Assets		
As of	3/31/87	12/31/86
Cash	\$ 123,074	\$ 562,251
Accts. receiv., net	3,079,613	2,003,246
*Inventories	4,276,608	3,852,247
Prepaid expenses	442,881	249,551
Current Assets	\$ 7,922,176	\$ 6,667,295
#Fixed assets	471,009	401,392
Other assets	3,912,542	3,018,152
Total Assets	\$ 12,305,727	\$ 10,086,839

Liabilities		
Loans payable-banks	\$ 3,230,000	\$ 3,107,550
Notes payable	179,404	—
Long-term debt, curr.	450,000	300,000
Accts. payable	2,075,282	953,465
Accruals & other liab.	931,077	1,008,344
Current Liabilities	\$ 6,885,763	\$ 5,369,359
Long-term debt	1,050,000	1,200,000
Notes payable	317,997	—
Notes payable-shareholders	1,900,000	1,293,750
Redem. common stock	300,000	431,250
‡ Common stock	35,795	23,000
Add. paid-in capital	277,440	(69,060)
Retained earnings	1,738,732	1,838,540
Total Liabilities & Shareholders' Equity	\$ 12,305,727	\$ 10,086,839

* At lower of cost (FIFO) or market.
Less accumulated depreciation and amortization.
+ \$0.005 par value.

Statistical Summary		
Sales to Inventories	1.01	4.13
Debt to Equity	3.29	3.29
Working Capital	\$ 1,036,413	\$ 1,297,936
Current Ratio	1.15	1.24
Shareholders' Equity	\$ 2,051,967	\$ 1,792,480

Signal Apparel Company, Inc.

(formerly Wayne-Gossard Corporation)

200 Manufacturers Road
P.O. Box 4296
Chattanooga, Tennessee 37405
(615) 756-8146

Officers: George B. Clairmont, chairman of the board; Charles W. Davies, Jr., president & chief executive officer; Paul C. Bradshaw, secretary; Leslie W. Levy, v.p. & president-Heritage Sportswear Division; M. Ted Grubbs, treasurer & asst. secretary; James C. Brown, II, v.p.-manufacturing; Bruce E. Moreland, Jr., v.p.-finance; Dennis L. Roberts, v.p.-human resources.

Directors: George B. Clairmont*, Andre Marcus, Joseph L. May*, Dorothy D. Collins*, Arnold S. Jacobs, Maurice M. Clairmont*, Charles W. Davies, Jr.*.

* Member of the Executive Committee

Business Activities: Engaged in the production and sale of men's and boys' knit underwear and sportswear, sweaters and knit shirts for men and boys, and women's knit apparel.

Trademarks and/or Brand Names: Heritage U.S.A., Signal, joan vaas u.s.a., Laura Pearson U.S.A., John Weitz.

Plant Locations: LaGrange, Griffin, Georgia; Marion, South Carolina; Rutledge, Chattanooga, & New Tazewell, Tennessee.

Divisions and Subsidiaries

Heritage Sportswear Division
Marion, South Carolina
(803) 423-5736
Men's and boys' sweaters and knit shirts and women's knit apparel.

Signal Knitwear Division
Chattanooga, Tennessee
(615) 266-2175
Men's and boys' knit underwear and sportswear.

Transfer Agent(s)

The Chase Manhattan Bank, N.A.
Stock Transfer Dept.
1 New York Plaza
New York, New York 10081

Stock Exchange(s)

New York

Ticker Symbol: SIA.

Sales & Earnings		
	Net Sales +	Net Income
1987	\$ 90,358,000	\$ 28,000
1986	94,488,000	4,238,000
1985	79,229,000	(398,000)
1984	82,539,000	(571,000)
1983	80,055,000	1,203,000

	No. of Com. Shares †	Earn. per Share ‡
1987	3,013,660	\$ —
1986	2,845,794	1.35
1985	2,708,696	—
1984	2,708,260	—
1983	2,669,690	0.27

(Loss)
 † Of continuing operations only.
 ‡ Based on the average number of shares outstanding adjusted to reflect stock split.

Revenues by Line of Business

	1987	1986	1985	1984
Underwear, sportswear & knitwear	72%	77%	83%	82%
Sweaters & knit shirts	5	7	10	14
Women's knit apparel	22	14	6	1
Other	1	2	1	3
Total	100%	100%	100%	100%

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.20	—	—
1986	0.20	—	2-for-1
1985	0.20	—	—
1984	0.20	—	—
1983	0.20	—	—

Common Stock Equity

	Total Equity ‡	Equity Per Share †
1987	\$ 25,923,000	\$ 8.60
1986	25,927,000	9.11
1985	20,384,991	7.53
1984	21,446,684	7.92
1983	22,737,748	8.52

‡ After allowing for preferred stock at total involuntary liquidation value.
 † Based on the average number of shares outstanding adjusted to reflect stock split.

Income Account *

Year ended Dec. 31	1987	1986
Net sales	\$ 90,358,000	\$ 94,488,000
Cost of sales	71,713,000	72,840,000
Expenses	17,392,000	12,922,000
Oper. profit	\$ 1,253,000	\$ 8,726,000
Interest expense	990,000	606,000
Interest income	(89,000)	(5,000)
Other expense (income)	268,000	(30,000)
Income bef. taxes	\$ 84,000	\$ 8,145,000
Income taxes	56,000	3,907,000
Net income	\$ 28,000	\$ 4,238,000

* Included in Costs and Expenses, Depreciation: \$1,754,000 in 1987 and \$1,837,000 in 1986.

Assets

As of Dec. 31	1987	1986
Cash	\$ 314,000	\$ 1,257,000
Receiv., net	10,040,000	13,918,000
Refund inc. taxes	1,471,000	—
Deferred inc. taxes	1,155,000	—
*Inventories	28,377,000	19,993,000
Prepaid expenses	323,000	667,000
Current Assets	\$ 41,700,000	\$ 35,835,000

	11,208,000 1,511,000	8,409,000 105,000
Fixed assets		
Other assets		
Total Assets	\$ 54,419,000	\$ 44,349,000

Liabilities

Long-term debt, curr.	\$ 51,000	\$ 5,000
Short-term bank debt	4,687,000	—
Accts. payable	3,391,000	3,073,000
Accruals	2,318,000	2,423,000
Dividends payable	151,000	159,000
Income taxes	—	3,874,000
Curr. Liabilities	\$ 10,598,000	\$ 9,534,000
Long-term debt	12,399,000	2,939,000
Def. inc. taxes	1,303,000	838,000
*Preferred stock	557,000	703,000
++Common stock:		
Class A	23,000	3,125,000
Class B	9,000	—
Add. paid-in capital	10,426,000	5,135,000
Retained earnings	19,805,000	20,438,000
Treasury stock	(901,000)	(383,000)
Total Liabilities & Shareholders' Equity	\$ 54,419,000	\$ 44,349,000

* At lower of cost (LIFO) or market.
 ‡ Less accumulated depreciation.
 † No par value.
 ++ \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	0.09	8.62
%Net Income to Sales	0.03	4.49
%Net Income to Equity	0.09	13.66
Sales to Inventories	3.18	4.73
Debt to Equity	0.58	0.13
Working Capital	\$ 31,102,000	\$ 26,301,000
Current Ratio	3.93	3.76
Shareholders' Equity	\$ 29,919,000	\$ 31,018,000

Sirco International Corp.

700 South Fulton Avenue
 Mount Vernon, New York 10550
 (914) 664-4400

Officers: Burt J. Siris, chairman of the board & chief executive officer; Joseph Ganz, president; Douglas Turner, president-Sirco International Canada, Ltd.

Directors: Burt J. Siris, chairman; Neil Grundman, Joseph Ganz, Yataka Yamaguchi, Douglas Turner.

Business Activities: Sells at wholesale handbags, tote bags, wallets, small leather goods and novelty-items, basically for women and children. Merchandise is made of leathers, vinyls and fabrics.

Trademarks and/or Licensed Names: Action Bags, Amy, Bartoli Handbags, Miss McDuff, Mondo, Sanford, Care-free, Bueno, Hutton.

Subsidiaries

Sirco International Canada, Ltd.
 1321 Blundell Road
 Mississauga, Ontario, Canada

Sirco Leatherwares Ltd.
 North Circular Road
 Finchley, London, N. 12, England

Sirco Industries Limited
 13D Por Mee Factory
 500 Castle Peak Road
 Kowloon, Hong Kong

Transfer Agent(s)

Harris Trust Company of New York
 New York, New York

Stock Exchange(s): Over-the-Counter

Ticker Symbol: SIRC (NASDAQ)

Sales & Earnings

	Net Sales	Net Income ‡
1987	\$ 35,616,490	\$ (1,535,562)
1986	38,083,290	(2,583,738)
1985	41,000,020	299,123
1984	38,544,734	435,283
1983	38,861,919	1,085,142

	No. of Com. Shares +	Earn. per Share ‡
1987	815,300	\$ —
1986	815,300	—
1985	815,300	0.32
1984	815,300	0.53
1983	815,300	1.33

(Loss)
 ‡ Including extraordinary gains of \$23,173 in 1987, \$31,842 in 1986, \$11,558 (\$0.01 per share) in 1985, \$10,104 (\$0.01 per share) in 1984 and \$65,802 (\$0.08 per share) in 1983.
 + Adjusted to reflect stock dividend.
 † Based on the average number of common shares and common share equivalents outstanding adjusted to reflect stock dividend.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	—
1986	—	—	—
1985	—	—	—
1984	—	—	—
1983	—	100%	—

Common Stock Equity

	Total Equity	Equity Per Share +
1987	\$ 5,008,350	\$ 6.14
1986	6,208,313	7.62
1985	8,803,798	10.80
1984	8,479,974	10.40
1983	8,209,799	10.07

+ Adjusted to reflect stock dividend.

Income Account *

Year ended Nov. 30	1987	1986
Net sales	\$ 35,616,490	\$ 38,083,290
Cost of sales	26,272,662	29,217,137
Expenses	9,867,341	11,000,999
Interest expenses	1,040,353	1,355,701
For each gain	(129,869)	(26,898)
Loss bef. taxes	\$ (1,433,997)	\$ (3,463,469)
Income taxes (credit)	124,738	(848,069)
Net Loss	\$ (1,558,735)	\$ (2,615,580)
Extraord. gain	23,173	31,842
Net Loss & extraord. gain	\$ (1,535,562)	\$ (2,583,738)

* Included in Costs and Expenses, Depreciation and Amortization: \$371,027 in 1987 and \$405,033 in 1986.

Assets

As of Nov. 30	1987	1986
Cash	\$ 653,397	\$ 1,708,247
Accts. receiv., net	7,305,513	8,040,379
* Inventories	5,843,795	6,807,571
Prepaid expenses & other assets	211,197	418,746
Refundable taxes	7,951	526,507
Current Assets	\$ 14,021,853	\$ 17,501,430

Sirco International Corp.

# Fixed assets	4,334,934	4,607,003
Other assets	249,961	290,925
Restricted cash	735,509	700,477

Total Assets \$ 19,342,257 \$ 21,099,854

Liabilities

Notes payable	\$ 4,095,449	\$ 598,740
Acceptances payable	3,004,224	9,124,116
Accts. payable	1,433,823	1,344,099
Accruals	1,450,689	1,188,637
Income taxes	5,257	77,422
Curr. Liabilities	\$ 9,989,444	\$ 12,233,014
Long-term debt	419,463	433,527
Cap. lease oblig.	3,925,000	4,225,000
+ Common stock	81,520	81,520
Add. paid-in capital	1,702,534	1,702,534
Retained earnings	3,784,030	5,319,592
Curr. trans. adj.	(559,734)	(895,333)

Total Liabilities & Shareholders' Equity \$ 19,342,257 \$ 21,099,854

* At lower of cost (FIFO) or market.
Less accumulated depreciation and amortization.
+ \$0.10 par value.

Statistical Summary

Sales to Inventories	6.09	5.59
Debt to Equity	0.08	0.10
Working Capital	\$ 4,032,409	\$ 5,368,436
Current Ratio	1.40	1.43
Shareholders' Equity	\$ 5,008,350	\$ 6,208,313

Sirdar PLC

Flanshaw Lane
Alverthorpe, Wakefield
West Yorkshire WF2 9ND, England
0924 371501

Directors: Jean Margaret Tyrrell, chairman; Frank Gerard Lumb, managing director; Gordon Hampton, marketing director; Joseph Stuart, production director; Kevin Francis Henry, secretary; Alan Edward Lawrence, sales director; David Paul Longbottom.

Business Activities: Manufactures specialized textile products including hand-knitting yarns, ready-made curtains, and floorcoverings.

Subsidiaries:

Hayfield Textiles Limited
Manufactures hand-knitting yarns.

Eversure Textiles Limited
Manufactures ready-made curtains.

Burmatex Limited
Manufactures fiber bonded carpet and loose lay carpet tiles.

Sirdar Data Systems Limited
Provides data processing services and installs business computer systems.

Transfer Offices:

Barclays Bank PLC
Radbrooke Hall
Knutsford
Cheshire WA16 9EU, England

Stock Exchange(s): London

Sales & Earnings

	Net Sales	Net Income
1987	£ 48,694,000	£ 3,787,000
1986	38,735,000	6,579,000
1985	36,495,000	6,029,000
1984	33,122,000	6,004,000
1983	30,021,000	4,833,000

	No. of Com. Shares †	Earn. per Share ‡
1987	51,665,509	7.31p
1986	47,868,108	13.72
1985	N.A.	12.57
1984	N.A.	12.52
1983	N.A.	10.08

N.A. - Not available.
£ - pound sterling
† Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	5.15p	—	—
1986	5.15	—	—
1985	4.12	—	—
1984	3.25	—	—
1983	2.53	—	—

Common Stock Equity

	Total Equity †	Equity Per Share ‡
1987	£ 24,176,000	16.79p
1986	32,156,000	67.18

† After allowing for preferred stock at par value.
‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Accounts *

Year ended June 30	1987	1986
Net sales	£ 48,694	£ 38,735
Cost of sales & expenses	42,575	29,151
Investment gains	(208)	(764)
Interest expense	393	213
Interest income	(103)	(127)
Income before taxes	£ 6,037	£ 10,262
Income taxes	2,250	3,683
Net Income	£ 3,787	£ 6,579

* Included in Costs and Expenses, Depreciation: £ 2,287,000 in 1987 and £ 1,890,000 in 1986.

Assets (000's)

As of	1987	1986
Cash	£ 218	£ 5,220
Investments	—	5,782
Accts. receiv., net	9,382	6,519
*Stocks	13,722	9,148
Current Assets	£ 23,322	£ 26,669
Investments	903	903
#Fixed assets	20,686	17,134
Total Assets	£ 44,911	£ 44,706

Liabilities (000's)

	1987	1986
Bank overdrafts	£ 6,233	£ 239
Accts. payable	3,307	1,177
Accruals	2,033	1,749
Income taxes	5,153	3,787
Other taxes	493	400
Proposed dividend	1,871	1,675
Curr. Liabilities	£ 19,090	£ 9,007

Deferred inc. taxes	465	3,343
Other deferred taxes	980	—
+Preferred stock	200	200
+Common stock	13,370	11,967
Retained earnings	10,806	20,189

Total Liabilities & Shareholders' Equity £ 44,911 £ 44,706

* At lower of cost or net realizable value.
Less accumulated depreciation.
+ £ 1 par value; 7 1/2% cumulative.
++ 25p par value.

Statistical Summary

%Income bef. Taxes to Sales	12.40	26.49
%Net Income to Sales	7.78	16.98
%Net Income to Equity	15.54	20.33
Sales to Inventories	3.53	4.23
Debt to Equity	0.26	0.01
Working Capital	£ 4,232,000	£ 17,662,000
Current Ratio	1.22	2.16
Shareholders' Equity	£ 14,376,000	£ 32,356,000

Smith & Nephew Associates Companies plc

2 Temple Place
Victoria Embankment
London WWC2R 3BP, England
01-636 7922

Officers: Eric Kinder, chief executive; Michael J. Kiely, Group Management Executive-Australasia, S.E. Asia and Far East; John L. Rennocks, group finance; John H. Robinson, Group Management Executive-United Kingdom and Europe; Terry F. Winter, Group Management Executive-North America; Alan R. Fryer, Group Management Executive-United Kingdom; Jack R. Blair, Group Management Executive-U.S.A.; Leon Fern, Group Management Executive-U.S.A.; Robert Grantham, Group Management Executive-United Kingdom; Pierre J. Neethling, Group Management Executive-Southern Africa; Alan Suggett, Group Research; Keith Tattersall, Group Management Executive-United Kingdom; John L. Rennocks, secretary.

Directors: Kenneth R. Kemp, chairman; Eric Kinder, chief executive & deputy chairman; Michael J. Kiely, M. Alastair F. Macpherson, John L. Rennocks, John H. Robinson, Terry F. Winter, Alan R. Fryer.

Business Activities: Textile products include cotton yarn and woven fabrics for medical and industrial products; denim fabrics and indigo-dyed yarn for garment making; colored woven fabrics for ladies and childrens wear, shirtings, household products and furnishings; pull-through fabric for England's Ministry of Defense; bulk surgical cloth; and polypropylene yarns and fabrics for carpeting, industrial and leisure applications.

Textile Subsidiaries:

Smith & Nephew Textiled Limited
United Kingdom

Smith & Nephew Limited
South Africa

Clothing Industries (Mfg.) Company Limited (30% interest)
Malta

Registrar:

Lloyds Bank Plc
Registrar's Department
Goring-by-Sea, Worthing
West Sussex BN12 6DA, England

Stock Exchange(s): London

Sales & Earnings

	Net Sales	Net Income †
1986	£ 480,100,000	£ 60,400,000
1985	423,000,000	47,500,000
1984	374,100,000	31,400,000
1983	314,000,000	28,900,000
1982	272,500,000	22,500,000

	No. of Com. Shares +	Earn. per Share ‡
1986	941,210,526	7.1p
1985	812,879,726	5.9
1984	N.A.	4.9
1983	N.A.	3.9
1982	N.A.	3.2

£ - pound sterling.

N.A. - Not available.

† Including extraordinary losses of £ 100,000 in 1985, £ 5,600,000 in 1984, £ 700,000 in 1983 and £ 1,100,000 in 1982.

+ Adjusted to reflect stock splits.

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock splits.

Revenues by Line of Business (000's)

	1986	1985
Medical Healthcare	£ 295,000	£ 242,700
Personal hygiene	44,900	41,100
Toiletries	25,500	24,500
Medical & other textiles	50,000	46,300
Plastics & tapes	88,600	92,100
Intersegment	(23,900)	(23,700)
Total	£ 480,100	£ 423,000

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1986	2.8p	—	2-for-1
1985	2.325	—	6-for-5
1984	1.895	—	6-for-5
1983	1.545	—	9-for-8
1982	1.275	—	9-for-8

+ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1986	£ 210,300,000	22.3p
1985	189,600,000	23.2
1984	159,800,000	—
1983	139,600,000	—
1982	124,600,000	—

‡ Adjusted to reflect stock splits.

Income Account * (000's)

Year ended	1/3/87	12/28/85
Net sales	£ 480,100	£ 423,000
Cost of sales	287,200	257,800
Selling & distr. costs	84,100	70,100
Administrative expenses	36,200	32,900
Other income	(8,700)	(4,500)
Interest expense	16,100	18,100
Interest income	(15,000)	(14,100)
Profits of related cos.	(8,000)	(7,900)
Income before taxes	£ 88,200	£ 70,600

Income taxes

	27,800	23,000
Net Income	£ 60,400	£ 47,600
Extraord. loss	—	100
Net Income & extraord. loss	£ 60,400	£ 47,500

* Included in Costs and Expenses, Depreciation: £ 15,900,000 in 1986 and £ 13,600,000 in 1985.

	Assets (000's)	1/3/87	12/28/85
As of			
Cash	£ 125,100	£ 93,400	
Investments	37,000	37,400	
Accts. receiv., net	125,900	93,100	
*Stocks	129,100	79,300	
Current Assets	£ 417,100	£ 303,200	
Investments	26,100	21,500	
*Fixed assets	157,800	121,900	
Total Assets	£ 601,000	£ 446,600	

	Liabilities (000's)	1/3/87	12/28/85
Long-term debt, curr.	£ 125,200	£ 57,400	
Accts. payable	34,600	25,700	
Bills of exch. payable	400	500	
Amts. owned to rel. cos.	5,000	200	
Social security	6,000	5,700	
Accruals & def. inc.	33,400	24,400	
Other payables	11,200	6,600	
Taxation	17,700	12,400	
Dividend	18,700	13,300	
Curr. Liabilities	£ 252,200	£ 146,200	
Long-term debt	115,800	93,800	
Taxation	4,600	3,600	
Other payables & gov't grants	5,800	7,600	
Other liabilities	12,000	5,500	
+Preferred stock	300	300	
+Common stock	94,100	40,800	
Add. paid-in capital	13,500	48,300	
Other reserves	24,000	21,200	
Retained earnings	78,700	79,300	
Total Liabilities & Shareholders' Equity	£ 601,000	£ 446,600	

* At lower of cost (FIFO) or market.

Less accumulated depreciation.

+ £ 1 par value; 3.85% cumulative.

+ + 10p par value.

Statistical Summary

	%Income bef. Taxes to Sales	18.37	16.69
%Net Income to Sales	12.58	11.25	
%Net Income to Equity	28.68	25.07	
Sales to Inventories	3.72	5.33	
Debt to Equity	1.14	0.80	
Working Capital	£ 164,900,000	£ 157,000,000	
Current Ratio	1.65	2.07	
Shareholders' Equity	£ 210,600,000	£ 189,900,000	

South Sea Textile Manufacturing Company, Limited

Belgian House, 14th Floor
77-79 Gloucester Road, Hong Kong

Officers: Chester Chin-Chang Tang, secretary.

Directors: Jack Chi-Chien Tang, chairman; Huan-Ling Ho, Oscar L. Tang, Chester Chin-Chang Tang, Yue-Ting Tsong, Kwok-Wah Lau.

Business Activities: The Company engages in spinning and weaving operations and the manufacture of a variety of garments.

Trademarks and/or Brand Names: Upper Class.

Subsidiaries:

All American Apparel, Inc. (60%-owned)
U.S.A.
Garment trading.

All Asia Industries Limited (85%-owned)
Hong Kong
Garment making.

All Asia Industrial Company Limited (85%-owned)
Taiwan
Garment making.

R.D. 2 Shirt Company, Inc.
U.S.A.
Garment trading.

Tristate Industrial Company Limited (85%-owned)
Taiwan and Hong Kong
Garment making.

Stock Exchange(s): Hong Kong.

Sales & Earnings x

	Net Sales	Net Income
1986	\$ 700,519,122	\$ 93,153,939
1985	564,051,361	57,913,705

	No. of Com. Shares	Earn. per Share
1986	48,000,000	\$ 1.94
1985	48,000,000	1.21

x Figures are stated in Hong Kong dollars.

Common Stock Equity

	Total Equity	Equity Per Share
1986	\$ 446,537,599	\$ 9.30
1985	471,483,791	9.82

Income Account

Year ended Dec. 31	1986	1985
Net sales	\$ 700,519,122	\$ 564,051,361
Cost of sales & expenses	582,667,898	499,623,828
Expenses:		
Amort. of textile quotas	2,414,012	2,038,286
Depreciation	12,795,586	11,757,321
Each. gain	(9,176,726)	(3,618,567)
Dividend income	(3,443,631)	(17,205,991)
Interest expense	8,501,078	7,245,595
Interest income	(14,349,791)	(4,505,537)
Profit on sale of text. quote	(5,983,736)	(4,267,721)
Value decrease in invest.	343,792	—
Auditors' remuneration	682,454	599,777
Prov. for staff bonus	7,176,017	2,550,209
Income before taxes	\$ 118,892,169	\$ 69,834,161
Income taxes	16,337,135	9,966,889
Minority interests	9,401,095	1,933,567
Net Income	\$ 93,153,939	\$ 57,913,705

Assets

As of Dec. 31	1986	1985
Cash	\$ 375,505,208	\$ 70,276,634
Short-term invest.	18,482,526	1,341,089
Accts. receiv. net	63,519,927	34,044,636
*Stocks	114,352,552	95,939,238
Current Assets	\$ 571,860,213	\$ 221,601,587
Investment	7,633,058	176,202,490
Assoc. company	176,369,340	166,253,425
Perm. text. quotas	5,561,846	7,303,217
*Fixed assets	134,231,593	125,529,213
Staff housing loans	1,374,880	2,205,949
Total Assets	\$ 897,030,930	\$ 701,095,881

South Sea Textile Manufacturing Company, Limited

Liabilities		
Bank loans & overdrafts	\$ 182,048,208	\$ 60,560,379
Accts. payable	130,921,080	95,181,029
Loans from minority interest	468,000	390,240
Prov. for claims	600,000	600,000
Proposed dividend	108,000,000	48,000,000
Proposed dividend to min. int.	5,142,000	5,400,000
Income taxes	13,008,928	8,080,167
Curr. Liabilities	\$ 440,188,216	\$ 218,211,815
Minority interest	10,305,115	11,400,275
+Common stock	48,000,000	48,000,000
Reserves		
Add.-paid-in capital	262,388,411	315,320,302
Retained earnings	136,149,188	108,163,489
Total Liabilities & Shareholders' Equity	\$ 897,030,930	\$ 701,095,881

* At lower of cost and net realizable value.

Less accumulated depreciation.

+ HK\$1 per value.

Statistical Summary		
%Income bef. Taxes to Sales	16.97	12.38
%Net Income to Sales	13.30	10.27
%Net Income to Equity	20.86	12.28
Sales to Inventories	6.13	5.88
Debt to Equity	0.41	0.13
Working Capital	\$ 131,671,997	\$ 3,389,772
Current Ratio	1.30	1.02
Shareholders' Equity	\$ 446,537,599	\$ 471,483,791

Spring Industries, Inc.

205 North White Street
P.O. Box 70
Fort Mill, South Carolina 29715
(803) 547-2901

Officers: Walter Y. Elisha, chairman & chief executive officer; W. Paul Tippett, president & chief operating officer; John Cauthen, exec. v.p.; Julius Lasnick, exec. v.p.; A. Ward Pesock, exec. v.p. & chief financial officer; Hansel B. Millican, sr. v.p.-diversified products; Bruce F. Roberts, sr. v.p.-corp. relations; J. Spratt White, sr. v.p.-general counsel & corp. secretary; Charles L. Abrams, Jr., v.p.-corp. engineering; William K. Easley, v.p.-human resources; Ralph T. Brannan, v.p.-systems; Robert M. Bruton, v.p.-data processing; Charles M. Harrell, v.p.-financial planning; Robert S. Hudspeth, v.p.-purchasing; James E. Hendrix, v.p.-research & development; William L. Weaver, v.p.-facilities planning; Robert L. Thompson, Jr., v.p.-public affairs; James F. Zahra, treasurer; John A. B. Palmer, controller.

Directors: Crandall C. Bowles*, Charles W. Coker, Jr.*, Walter Y. Elisha*, Donald N. Frey, James P. Kelly, Dan M. Kriess*, Julius Lasnick*, Donald S. Perkins, Arthur W. Schultz, Ralph Z. Sorenson, W. Paul Tippett*, Stewart Turley.

* Member of the Executive Committee

Business Activities: Manufactures and markets woven and non-woven fabrics in a broad variety of fibers, finishes, colors and printed patterns; produces woven industrial fiber glass fabrics; home furnishing products include sheets, pillowcases, quilted bedspreads, and bed accessories, among others.

Textile Trademarks and/or Brand Names: Springmaid, Pequot, Skinner, Ultra suede, Wamsutta, Pacific, Graber, FashionPleat, Performance, Wondercale, Supercalc, Custom Designs, Pacific Silvercloth, Superlin, Radiance, Kevlar, Cozy Cafe.

Plant Locations: Fort Lawn, Chester, Kershaw, Grace, Lancaster, Fort Mill, Honca Path, Gaffney, Anderson, Columbia, Lyman, Rock Hill, S.C.; Laurel Hill, Biscoe, Morgantown, N.C.; Dalton, Calhoun, Washington, Cleveland, Ga.; Piedmont, Huntsville, Ala.; Middleton, Wis.; Santa Fe Springs, Ca.; Battice, Belgium.

Divisions and Subsidiaries

Finished Fabrics Division
104 West 40th Street
New York, New York 10018
(212) 556-6000
Woven fabrics for apparel and decorative home furnishings.

Consumer Fashion Division
787 Seventh Avenue, 28th Floor
New York, New York 10019
(212) 556-6000
Packaged sheets, pillowcases, bath products, draperies and quilted bedspreads.

Diversified Products Division
104 West 40th Street
New York, New York 10018
(212) 556-6000
Woven, non-woven, and knitted fabrics for home sewing and specialty manufacturers.

Performance Products Division
295 Fifth Avenue
New York, New York 10016
Textile home furnishings.

Graber Industries, Inc.
7549 Graber Road
Middleton, Wisconsin 53562
Window decorating products.

Wamsutta/Pacific Home Products Division
1285 Avenue of the Americas
New York, New York 10019

Textile Manufacturing Division
P.O. Box 70
Fort Mill, South Carolina 29715

M. Lowenstein Corporation
1430 Broadway
New York, New York 10018
Manufactures woven fibers and home furnishings.

Clark-Schwebel Fiber Glass Corporation
5 Corporate Park Drive
P.O. Box 851C
White Plains, New York 10603
Manufactures woven industrial fiber glass fabrics.

Transfer Agent(s)

Wachovia Bank & Trust Company, N.A.
P.O. Box 3001
Winston-Salem, North Carolina 27102

Stock Exchange(s): New York

Ticker Symbol: SMI

Sales & Earnings		
	Net Sales +	Net Income
1987	\$ 1,661,126,000	\$ 55,700,000
1986	1,504,984,000	32,600,000
1985*	1,013,500,000	13,300,000
1984	945,000,000	36,100,000
1983	894,400,000	37,100,000
	No. of Com. Shares †	Earn. per Share †
1987	17,786,000	\$ 3.13
1986	17,796,000	1.83
1985*	17,774,000	0.75
1984	17,768,000	2.03
1983	17,838,000	2.08

* 53 weeks.

† Of continuing operations only.

† Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Revenues by Line of Business (000's)

	1987	1986
Finished fabrics	\$ 697,500	\$ 685,300
Home furnishings	724,500	639,600
Industrial fabrics	235,100	179,900
Total	\$ 1,661,100	\$ 1,505,000

Common Stock

	Cash Dividend †	Stock Dividend	Stock Split
1987	\$ 0.82	—	2-for-1
1986	0.76	—	—
1985	0.76	—	—
1984	0.76	—	—
1983	0.76	—	—

† Adjusted to reflect stock split.

Common Stock Equity

	Total Equity	Equity Per Share †
1987	\$ 505,000,000	\$ 28.64
1986	464,600,000	26.24
1985	442,200,000	25.03
1984	441,200,000	25.03
1983	419,000,000	23.74

† Adjusted to reflect stock split.

Income Account* (000's)

Year ended	1/2/88	1/3/87
Net sales	\$ 1,661,126	\$ 1,504,984
Cost of sales	1,323,552	1,231,338
Expenses	217,353	194,654
Other income	(7,920)	(8,365)
Interest expense	26,594	25,570
Income bef. taxes	\$ 101,547	\$ 58,787
Income taxes	45,835	26,212
Net income	\$ 55,712	\$ 32,575

* Included in Costs and Expenses, Depreciation and Amortization: \$55,636,000 in 1987 and \$37,641,000 in 1986.

Assets (000's)

As of	1/2/88	1/3/87
Cash & short-term invest.	132,283	92,282
Accts. receiv., net	296,024	253,191
*Inventories	198,504	219,687
Other assets	13,282	11,899
Current Assets	\$ 640,093	\$ 577,059
#Fixed assets	393,140	383,354
Other assets & deferred charges	50,454	49,965
Total Assets	\$ 1,083,687	\$ 1,010,378

Liabilities (000's)

Long-term debt, curr.	\$ 16,629	\$ 16,193
Accts. payable	112,377	80,473
Accruals	82,993	78,236
Curr. Liabilities	\$ 211,999	\$ 174,902

Long-term debt	256,849	271,046
Deferred inc. taxes	57,753	46,334
Deferred compen.	52,059	53,474
+ Common stock	4,469	4,469
Add. paid-in capital	9,211	8,921
Retained earnings	491,814	450,622
Treasury stock	(4,730)	(2,402)
Curr. trans. adjust.	4,261	3,012

Total Liabilities & Shareholders' Equity	\$ 1,083,687	\$ 1,010,378
--	--------------	--------------

* At cost (LIFO).
Less accumulated depreciation and amortization.
+ \$0.50 par value.

Statistical Summary

%Income bef. Taxes to Sales	6.11	3.91
%Net Income to Sales	3.35	2.16
%Net Income to Equity	11.03	7.01
Sales to Inventories	8.37	6.85
Debt to Equity	0.54	0.62
Working Capital	\$ 428,094,000	\$ 402,157,000
Current Ratio	3.02	3.30
Shareholders' Equity	\$ 505,025,000	\$ 464,622,000

Stage II Apparel Corp.

350 Fifth Avenue
New York, New York 10118
(212) 564-5865

Officers: Jack Clark, chairman of the board; Robert Plotkin, president; Herbert E. Young, exec. v.p.-sales; Mark A. Prens, exec. v.p.; Richard Karyo, chief financial officer; Philip London, treasurer & controller; Lucy Clark, secretary; Lori A. Zimmerman, v.p.-merchandising/design; Howard Weinreich, v.p.-production; David W. Berger, president-Top Seed, Inc.

Directors: Jack Clark, chairman; Robert Plotkin, Philip London, Milton Steinberg, Lucy Clark, Steven R. Clark.

Business Activities: Designs and arranges for the manufacture of an extensive range of casual apparel and activewear, primarily for men and boys, which it markets to mass merchandisers under a number of nationally recognized brand names and to a lesser extent under private and proprietary labels.

Trademarks and/or Brand Names: Blue Jour, Bronzini, Fred Perry, Jimmy Connor, McGregor, Slatenger, Members Only, Playboy, Manhattan, Main Event, Pro Tour, Top Seed.

Subsidiaries

Top Seed, Inc.
Stage II Apparel Corp. of Hong Kong Ltd.

Transfer Agents

American Stock Transfer Company
99 Wall Street
New York, New York 10005

Stock Exchange(s): American

Ticker Symbol: SA

Sales & Earnings

	Net Sales	Net Income
1987	\$ 50,938,000	\$ 3,225,000
1986	35,581,000	1,716,000
1985	35,481,000	2,078,000
1984	34,505,000	1,147,000
1983	18,350,000	470,000

	No. of Com. Shares ‡	Earn. per Share ‡
1987	3,302,000	\$ 0.98
1986	3,302,000	0.52
1985	3,401,000	0.58
1984	3,990,000	0.29
1983	4,010,000	0.12

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 9,022,000	\$ 2.73
1986	5,818,000	1.76
1985	4,170,000	1.16
1984	2,623,000	0.66
1983	1,540,000	0.38

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Income Account *

Year ended May 31	1987	1986
Net sales	\$ 50,937,574	\$ 35,580,610
Cost of sales	37,687,469	26,725,913
Expenses	9,487,959	6,598,060
Other income	(1,820,830)	(1,545,979)
Gain on sale of secur.	(204,000)	—
Interest expense	2,356,806	1,867,582
Interest income	(676,840)	(394,026)
Income before taxes	\$ 3,907,010	\$ 2,329,053
Income taxes	682,094	613,464
Net Income	\$ 3,224,916	\$ 1,715,591

* Included in Costs and Expenses, Depreciation and Amortization: \$63,490 in 1987 and \$63,480 in 1986.

Assets

As of May 31	1987	1986
Cash	\$ 591,774	\$ 59,488
Marketable securities	—	3,864,281
Due from factor	—	2,385,899
Accts. receiv., net	1,479,384	1,363,352
*Inventories	15,238,841	9,836,725
Prepaid expenses	686,901	510,197
Current Assets	\$ 17,996,900	\$ 18,019,932
*Fixed assets	420,211	284,548
Market secur.	5,318,068	—
Other assets	605,692	180,804
Deferred registration costs	286,451	—
Total Assets	\$ 21,627,322	\$ 18,485,284

Liabilities

	1987	1986
Notes payable	\$ 30,000	\$ 311,196
Cap. lease oblig., curr.	40,308	—
Acceptances payable	2,847,514	9,802,506
Accts. payable	1,960,167	1,319,900
Due to factor	9,244,054	—
Income taxes	187,249	482,073
Other current liabilities	824,311	488,759
Current Liabilities	\$ 15,153,603	\$ 12,404,524
Notes payable	—	262,679
Cap. lease oblig.	59,257	—
Deferred credit	392,820	—
+ Common stock	40,135	39,840
Add. paid-in capital	136,466	73,930
Retained earnings	9,615,783	6,390,867
Treasury stock	(770,742)	(686,556)
Total Liabilities & Shareholders' Equity	\$ 24,627,322	\$ 18,485,284

* At lower of cost (FIFO) or market.
Less accumulated depreciation and amortization.
+ \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	7.67	4.55
%Net Income to Sales	6.33	4.82
%Net Income to Equity	33.75	29.49
Sales to Inventories	3.34	3.69
Debt to Equity	0.02	0.10
Working Capital	\$ 2,843,297	\$ 3,615,408
Current Ratio	1.19	1.45
Shareholders' Equity	\$ 9,021,842	\$ 3,818,081

Stanwood Corporation

4819 Park Road
Post Office Box 11813
Charlotte, North Carolina 28220
(704) 527-5270

Officers: Thomas N. Roboz, chairman of the board & president; Roy R. Bowman, v.p.; Douglas F. Bassett, v.p. & treasurer; Randall Chestnut, v.p.; Dee M. Wyatt, secretary.

Directors: Thomas N. Roboz*, chairman; E.M. Hicks, David T. Chaz*, J. John Fox*, Frank Gabor, Harry M. Nacey, Jr., James E. Gettys, James M. Berry*, Roy R. Bowman, Randall Chestnut.

* Member of the Executive Committee

Business Activities: Manufactures and sell men's work clothes and leisure wear, and men's and boys' underwear and sportswear.

Trademarks and/or Brand Names: Carwood, Health-Nit, Quail Hollow, Stallion, McGregor, Wolverine.

Divisions and Subsidiaries

Standard Knitting Mills, Inc.
Knoxville, Tennessee 37901
Manufacturer of knitwear.

Carwood Manufacturing Company
Winder, Georgia 30680
Manufactures men's work clothes and sportswear.

International Apparel Company
Charlotte, North Carolina 28211

Cargud, S.A.
San Jose, Costa Rica

Transfer Agent(s)

First Union National Bank
Charlotte, North Carolina

Stock Exchange(s): Pacific, American

Ticker Symbol: SNW

Sales & Earnings

	Net Sales ‡	Net Income
1/2/88	\$ 109,742,000	\$ (4,153,000)
1/3/87*	117,757,000	(780,000)
12/28/85	117,291,000	876,000
12/29/84	115,077,000	(299,000)
12/31/83	110,563,000	396,000

	No. of Com. Shares	Earn. per Share ‡
1/2/88	1,562,869	\$ —
1/3/87*	1,532,897	—
12/28/85	1,532,924	0.57
12/29/84	1,532,935	(0.29)
12/31/83	1,527,821	0.25

(Loss)
* 53 weeks.
‡ Of continuing operations only.
+ Based on the average number of common shares outstanding.

Stanwood Corporation

Common Stock Equity

	Total Equity	Equity Per Share
1/2/88	\$ 20,683,000	\$ 13.23
1/3/87	24,752,000	16.15
12/28/85	25,532,000	16.46
12/29/84	24,636,000	16.08
12/31/83	24,945,000	16.33

Income Accounts*

Year ended	1/2/88	1/3/87 (53 weeks)
Net sales	\$ 109,742,000	\$ 117,757,000
Costs of sales	96,709,000	98,700,000
Expenses	14,624,000	17,073,000
Interest expense	3,540,000	3,061,000
Other income	(108,000)	(70,000)
Gain on sale	(723,000)	—
Loss before taxes	\$ (4,300,000)	\$ (1,007,000)
Tax credit	(147,000)	(327,000)
Net Loss	\$ (4,153,000)	\$ (780,000)

* Included in Costs and Expenses, Depreciation and Amortization: \$1,601,000 in 1987 and \$1,873,000 in 1986.

Assets

	1/2/88	1/3/87
Cash	\$ 766,000	2,221,000
Receiv., net	20,880,000	20,698,000
*Inventories	34,187,000	37,381,000
Prepaid expenses	635,000	621,000
Receiv. income taxes	173,000	979,000
Receiv. royalty agree. costs	225,000	—
Deferred income taxes	—	379,000
Current Assets	\$ 56,866,000	\$ 62,279,000
*Fixed assets	11,530,000	10,644,000
Other assets	2,760,000	2,911,000
Total Assets	\$ 71,156,000	\$ 75,834,000

Liabilities

Accts. payable & accruals	\$ 11,598,000	\$ 9,574,000
Income taxes payable	26,000	6,000
Long-term debt, curr.	1,894,000	1,834,000
Curr. Liabilities	\$ 13,518,000	\$ 11,414,000
Long-term debt	34,794,000	37,142,000
Deferred comp.	2,161,000	2,028,000
Deferred income taxes	—	498,000
+ Common stock	1,563,000	1,533,000
Add. paid-in capital	13,286,000	13,232,000
Retained earnings	5,834,000	9,987,000
Total Liabilities & Shareholders' Equity	\$ 71,156,000	\$ 75,834,000

* At lower of cost (LIFO) or market.
* Less accumulated depreciation and amortization.
+ \$1 par value.

Statistical Summary

Sales to Inventories	3.21	3.15
Debt to Equity	1.77	1.50
Working Capital	\$ 43,348,000	\$ 50,865,000
Current Ratio	4.21	5.46
Shareholders' Equity	\$ 20,683,000	\$ 24,752,000

State-O-Maine, Inc.

10 West 33rd Street
New York, New York 10001
(212) 244-1111

Officers: Milton Weinick, chairman of the board & secretary; Harvey Sanders, president & treasurer; David Chu, pres.-Nautica Apparel, Inc.

Directors: Harvey Sanders, Milton Weinick, David Chu, George Greenberg.

Business Activities: Manufactures & distributes men's swimwear, loungewear, robes, and sportswear. Also operates two men's retail clothing stores in New York City and Costa Mesa, California, under the Nautica name.

Trademarks and/or Brand Names: State-O-Maine, Nautica, Christian Dior.

Plant Location(s): Rockland, Maine.

Subsidiaries

Van Baalen Pacific Corp.
Nautica Apparel, Inc.
Nautica Retail N.Y., Inc.
Nautica Retail Costa Mesa, Inc.
Nautica Hong Kong Limited

Treasurer Agent(s)

Harris Trust Company of New York
110 William Street
New York, New York 10038

Stock Exchange(s): Over-the-Counter

Sales & Earnings

	Net Sales +	Net Income
1988	\$ 55,267,944	\$ 4,062,108
1987	36,252,833	2,087,874
1986	28,925,861	1,572,693
1985	26,251,323	1,527,556
1984	20,120,335	911,783
	No. of Com. Shares #	Earn. per Share #
1988	2,386,918	1.70
1987	2,175,797	0.96
1986	2,165,597	0.73
1985	2,150,300	0.71
1984	2,150,300	0.42

+ Of continuing operations only.
Based on the average number of shares outstanding adjusted to reflect stock splits.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1988	—	—	5-for-4
1987	—	—	6-for-5

Common Stock Equity

	Total Equity	Equity Per Share #
1988	\$ 16,224,345	\$ 6.80
1987	9,955,179	4.58
1986	7,856,955	3.63
1985	6,240,710	2.90
1984	4,713,154	2.19

Adjusted to reflect stock splits.

Income Account *

Year ended	1988	1987
Feb. 28		
Net sales	\$ 55,267,944	\$ 36,252,833
Cost of sales	34,013,363	22,801,240
Expenses	13,268,871	8,699,839
Interest expense	879,021	342,355
Other income	(354,560)	(23,863)
Income before taxes	\$ 7,461,249	\$ 4,433,262

Income taxes	3,383,285	3,253,937
Minority interest	15,856	92,451
Net income	\$ 4,062,108	\$ 2,087,874

* Included in Costs and Expenses, Depreciation and Amortization: \$340,466 in 1988 and \$316,509 in 1987.

Assets

As of Feb. 28	1988	1987
Cash	\$ 940,023	896,806
Accts. receiv., net	7,784,036	4,918,869
*Inventories	9,377,272	6,702,350
Prepaid expenses	2,613,483	1,089,579
Purchased quota	194,237	194,237
Deferred tax benefit	228,900	—
Current Assets	\$ 21,138,173	\$ 13,801,861
*Fixed assets	4,589,596	3,367,363
Other assets	3,050,816	1,377,486
Total Assets	\$ 28,778,585	\$ 18,546,710

Liabilities

Notes payable	\$ 4,473,000	\$ 2,830,000
Long-term debt, curr.	380,333	380,333
Accts. payable	1,327,959	1,563,402
Retained earnings	2,192,864	1,337,527
Income taxes	367,764	368,113
Curr. Liabilities	\$ 10,741,920	\$ 6,779,575
Long-term debt	1,532,930	1,913,253
Minority interest	—	107,503
Def. inc. taxes	279,600	191,200
+Common stock	—	181,433
Add paid-in capital	3,157,223	1,261,691
Common stock options outstanding	1,832,000	—
Retained earnings	12,640,992	8,578,484
Treasury stock	(1,653,056)	(86,429)
Total Liabilities & Shareholders' Equity	\$ 28,778,585	\$ 18,546,710

* At lower of cost (LIFO) or market.
* Less accumulated depreciation.
+ \$0.01 par value.

Statistical Summary

% Income bef. Taxes		
to Sales	13.50	12.23
% Net Income to Sales	7.35	5.76
% Net Income to Equity	25.04	20.90
Sales to Inventories	5.89	5.41
Debt to Equity	0.12	0.51
Working Capital	\$ 10,396,253	\$ 7,422,286
Current Ratio	1.97	2.16
Shareholders' Equity	\$ 16,224,345	\$ 9,955,179

J.P. Stevens & Co., Inc.

Stevens Tower
1185 Avenue of the Americas
New York, New York 10036
(212) 930-2000

Officers: Whitney Stevens, chairman of the board & chief executive officer; Ward Burns, vice chairman; Marvin B. Crow, president; David M. Tracy, vice chairman-exec. committee; John J. Zerrenner, sr. v.p.-finance; Richard T. Tyner, v.p.-investments & investor relations; Thomas C. Durst, v.p.-human resources; R. Bruce Boerman, controller; Robert E. Mitchell, gen. counsel; Matthew J. Weber, treasurer; Margaret T. Huls, secretary.

Directors: Ward Burns*, E. Virgil Conway, Alister G. Furman, III, Whitney Stevens*, Sidney J. Weinberg, Jr., Henry Ponder, James B. Edwards, Wilson E. Wearne, Buck Mickel, David M. Tracy*, Marvin B. Crow*, John J. Zerrenner*.

* Member of the Executive Committee

Business Activities: The apparel fabrics segment produces grunge fabrics for converters, spun yarns and some elastomeric fabrics. The home fashion textile segment produces fabrics using primarily cotton and man-made fibers or a combination of both. Products include, among others, sheets, bedroom accessories, towels and carpet, comforters, bedspreads, bath rugs, kitchen terry and table linens, as well as curtain and drapery fabrics. Industrial products include fabrics for automotive headliners, molded automotive floor coverings, roofing materials, pond liners, filtration fabrics, insect screening and similar products.

Trademarks and/or Brand Names: Gullistan, Utica, Cotton-Cale, Pipeline, Soft'n Vivid, Majesta, Tatemaker, Fortmann, Pinhurst, Luminaries, Embraceable, Cosmoss, Ultra Touch, Ahore II, Laura Ashley, Ralph Lauren, Ellen West, Collier-Campbell, Bob Burger, Gloria Vanderbilt, Pierre Cardin, Garfield, Garon, Sesame Street, Alliance.

Plant Locations: North Carolina (26); South Carolina (24); Virginia (6); Tennessee (3); Alabama, Georgia, Kentucky, Massachusetts, Michigan.

Divisions

Sheets & Bedroom Accessories Division
Terry, Bath & Kitchen Products Division
Industrial Fabric Division
Converter Fabrics & Yarn Division
International Division
Stevens Carpet
Stevens AutoProducts
Stevens Elastomerics

Subsidiaries

Gloria Vanderbilt, Inc.
Ralph Lauren Home Furnishing, Inc.
Stevens Aviation, Inc.
Stevens Inc.
Stevens Direct Marketing, Inc.
Courier Graphics
J.P. Stevens & Co. (Canada) Ltd.
J.P. Stevens (Deutschland) G.m.b.H.
J.P. Stevens & Co., Limited (Great Britain)

Transfer Agent(s)

Morgan Shareholder Service Trust Company
30 West Broadway
New York, New York 10007-2192

Stock Exchange(s)

STN (New York)

Index & Earnings

	Net Sales (000's)	Net Income (000's)
1987	\$ 1,614,700	\$ 56,000
1986	1,671,900	53,700
1985	1,698,300	(15,500)
1984*	1,845,500	22,000
1983	1,687,200	18,900

	No of Com. Shares	Earn. per Share ‡
1987	16,172,799	\$ 3.29
1986	17,106,699	3.01
1985	17,432,697	—
1984*	17,482,240	1.23
1983	18,257,224	1.09

(Loss)

* 53 weeks

‡ Based on the weighted average number of shares outstanding.

Revenues by Line of Business (000's)

	1987	1986
Home fashion textiles	\$ 984,169	\$ 888,252
Apparel fabrics	235,058	390,233
Industrial prod.	333,824	335,738
Aviation & other	61,649	57,648
Total	\$ 1,614,702	\$ 1,671,871

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 1.20	—	—
1986	1.20	—	—
1985	1.20	—	—
1984	1.20	—	—
1983	1.20	—	—

Common Stock Equity

	Total Equity (000's)	Equity Per Share
1987	\$ 496,700	\$ 30.84
1986	502,700	29.39
1985	501,800	28.79
1984	539,100	30.84
1983	561,000	30.73

Income Account * (000's)

Year ended	10/31/87	11/1/86
Net sales	\$ 1,614,702	\$ 1,671,871
Cost of sales	1,363,696	1,396,682
Expenses	155,507	164,997
Other income	(3,896)	(6,499)
Interest expense	14,080	20,654
Income bef. taxes	\$ 84,915	\$ 94,037
Inc. taxes	28,900	40,350
Net income	\$ 56,015	\$ 53,687

* Included in Costs and Expenses, Depreciation: \$36,626,000 in 1987 and \$39,397,000 in 1986.

Assets (000's)

As of	10/31/87	11/1/86
Cash	\$ 9,149	\$ 8,045
Short-term invest.	23,750	45,000
Receiv., net	333,471	287,063
*Inventories	230,911	235,490
Deferred tax benefits	14,904	21,592
Other curr. assets	6,071	7,607
Current Assets	\$ 620,256	\$ 604,797
Fixed assets	323,517	294,857
Other assets & defr. charges	22,631	61,404
Total Assets	\$ 966,404	\$ 961,058

Liabilities (000's)

Long-term debt, curr.	\$ 1,275	\$ 20,235
Accrs. payable	97,184	76,449
Accruals	85,034	97,595
Accrued restruc. costs	—	12,491
Income & other taxes	14,140	13,408
Cur. Liabilities	\$ 197,633	\$ 220,178

Long-term debt	166,441	123,773
Deferred pension plan credit	90,468	98,767
Deferred credits & other liabilities	15,163	15,655
+Common stock	154,779	154,779
Add. paid-in capital	174,623	174,946
Retained earnings	323,696	288,084
Treasury stock	(154,399)	(113,134)

Total Liabilities & Shareholders' Equity \$ 966,404 \$ 961,058

* At lower of cost (LIFO) or market.

‡ Less accumulated depreciation.

+ \$7.50 par value.

Statistical Summary

%Income bef. Taxes to Sales	5.26	5.62
%Net Income to Sales	3.47	3.21
%Net Income to Equity	11.23	10.68
Sales to Inventories	6.99	7.10
Days to Equity	0.34	0.29
Working Capital	\$ 422,623,000	\$ 384,419,000
Current Ratio	3.14	2.74
Shareholders' Equity	\$ 496,699,000	\$ 502,685,000

The Stride Rite Corporation

5 Cambridge Center
Cambridge, Massachusetts 02142
(617) 491-8800

Officers: Arnold Hiatt, chairman & chief exec. officer; Michael W. Rayden, president & chief operating officer; John J. Phelan, exec. v.p. & treasurer; Michel Y. Ohayon, exec. v.p.-sourcing; Ronald Sykes, sr. v.p.-human resources; Marcia C. Morris, sr. v.p., general counsel, secretary & clerk; John M. Kelliker, corp. controller; William E. Dawson, asst. treasurer.

Directors: Arnold Hiatt, chairman of the board; John J. Phelan, Walter J. Salmon, Mylen J. Sloborg, Joel E. Smilow, Michael W. Rayden, Margaret A. McKenna, Donald R. Gant.

Business Activities: Manufactures and markets children's footwear under their names Stride Rite, Keds and Zips, boating and recreational shoes and adult work boots and shoes under the names Sperry Top-Sider, Herman and Herman Survivors, and casual and athletic footwear for children and adults under the names Keds, Pro-Keds and Grasshoppers. These products are sold through independent retail shoe stores, department stores, sporting goods stores and marinas, as well as through its 185 Stride Rite Bootery stores, 28 Overland Trading Company stores, and 66 leased departments in leading department stores.

Trademarks and/or Brand Names: Stride Rite, Zips, Sperry, Sperry Top-Sider, Herman, Herman Survivors, Keds, Pro-Keds, Grasshoppers.

Plant Locations: Boston, New Bedford, Massachusetts; Tipton, Fulton, Hamilton, Missouri; Puerto Rico.

Subsidiaries

Joseph M. Herman Shoe Company, Inc.
The Keds Corporation
Sperry Top-Sider Inc.
Stride Rite Footwear, Inc.
Stride Rite International, Ltd.
Stride Rite Retail Corp.

Transfer Agent(s)

The First National Bank of Boston
Boston, Massachusetts 02102

Stock Exchange(s)

Ticker Symbol SRR

The Stride Rite Corporation

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 333,733,000	\$ 24,121,000
1986	283,457,000	17,014,000
1985	277,310,000	11,178,000
1984	289,449,000	5,420,000
1983	301,498,000	16,803,000
	No. of Com. Shares ‡	Earn. per Share ‡
1987	33,816,000	\$ 1.80
1986	15,064,000	1.12
1985	15,058,000	0.74
1984	14,990,000	0.36
1983	14,990,000	1.18

† Including extraordinary gain of \$489,000 (\$0.03 per share) in 1985.

‡ Adjusted to reflect stock split.

§ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend ‡	Stock Dividend	Stock Split
1987	\$ 0.455	—	2-for-1
1986	0.40	—	—
1985	0.40	—	—
1984	0.40	—	—
1983	0.36	—	—

§ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 119,237,000	\$ 8.63
1986	122,729,000	8.15
1985	111,526,000	7.41
1984	105,674,000	7.05
1983	105,983,000	7.07

§ Adjusted to reflect stock split.

Income Account *

Year-ended	11/27/87	11/28/86
Net sales	\$ 333,733,000	\$ 283,457,000
Cost of sales	179,747,000	158,127,000
Expenses	113,091,000	95,739,000
Interest income	(1,303,000)	(1,184,000)
Interest expense	888,000	1,137,000
Other	(1,050,000)	(601,000)
Income before taxes	\$ 42,540,000	\$ 30,939,000
Income taxes	18,439,000	13,925,000
Net income	\$ 24,121,000	\$ 17,014,000

* Included in Costs and Expenses, Depreciation and Amortization: \$4,143,000 in 1987 and \$4,361,000 in 1986.

Assets

As of	11/27/87	11/28/86
Cash & cash equiv.	\$ 5,422,000	\$ 17,921,000
Marketable securities	19,729,000	15,485,000
Accts. receiv., net	57,265,000	48,203,000
*Inventories	76,551,000	70,549,000
Deferred inc. taxes	10,740,000	8,899,000
Prepaid expenses	3,202,000	6,447,000
Current Assets	\$ 172,909,000	\$ 167,504,000
Fixed assets	20,352,000	21,584,000
Other assets	3,624,000	3,348,000
Intangibles	1,875,000	1,926,000
Total Assets	\$ 198,760,000	\$ 194,362,000

Liabilities

Long-term debt, curr.	\$ 990,000	\$ 990,000
Accts. payable	25,036,000	23,064,000
Accruals	33,911,000	25,571,000
Curr. Liabilities	\$ 59,937,000	\$ 49,625,000
Long-term debt	8,755,000	9,745,000
Deferred inc. taxes	10,831,000	12,263,000
+ Common stock	7,603,000	7,603,000
Add paid-in capital	29,733,000	30,301,000
Retained earnings	102,683,000	85,266,000
Treasury stock	(20,782,000)	(441,000)
Total Liabilities & Shareholders' Equity	\$ 198,760,000	\$ 194,362,000

* At lower of cost (LIFO) or market.

† Less accumulated depreciation.

‡ \$1 par value.

Statistical Summary

%Income bef. Taxes to Sales	12.75	10.91
%Net Income to Sales	7.23	6.00
%Net Income to Equity	20.23	13.86
Sales to Inventories	4.36	4.02
Debt to Equity	0.08	0.09
Working Capital	\$ 112,972,000	\$ 117,879,000
Current Ratio	2.88	3.38
Shareholders' Equity	\$ 119,237,000	\$ 122,729,000

Suave Shoe Corporation

14100 Northwest 60th Avenue
Miami Lakes, Florida 33014
(305) 822-7880

Officers: David Egozi, chairman of the board, president & chief executive officer; Eugene D. Ramos, sr. v.p. & gen. mgr. shoe mfg. div.; Solomon G. Garazi, sr. v.p.-shoe import div.; Saul Ginzburg, v.p.-merchandising & sales, shoe import div.; Luis Arrizurieta, v.p.-finance & administration, shoe import div.; Pedro Mirones, secretary, treasurer & asst. gen. mgr.-shoe manufacturing division; Carlos Alvarado, v.p.-management information systems, shoe mfg. div.; Francisco Liaca, v.p.-mktg., shoe import div.; Luis Egozi, v.p.-marketing shoe manufacturing div.; Sergio Echeverria, v.p.-finance & controller, shoe mfg. div.; Jose Marroquin, asst. secretary.

Directors: David Egozi*, chairman; Solomon Garazi*, Saul Ginzburg, Charles Dascal, E. Moulton Prussing, Larry J. Hoffman, Joel Newman, Luis Egozi, Eugene D. Ramos.

* Member of the Executive Committee

Business Activities: Manufactures, designs, imports and markets unbranded and private label men's, boys', women's and girls' athletic and leisure footwear.

Plant Locations:

Miami Lakes, Florida

Divisions and Subsidiaries:

Shoe Manufacturing Division

Rainbow Footwear Corporation
Florida Coating Industries Corporation

Shoe Import Division

Oriental Trading Corporation
Shoe Supply, Inc.
Universe Shoe Corporation of Florida

Transfer Agent(s):

Southeast Bank, N.A.
P.O. Box 014078
Miami, Florida 33101

Stock Exchange(s): New York

Ticker Symbol: SWV

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 71,436,000	\$ 1,989,000
1986	75,351,000	2,623,000
1985	84,023,000	(3,440,000)
1984	96,430,000	(256,000)
1983	111,522,000	2,031,000
	No. of Com. Shares	Earn. per Share ‡
1987	2,772,170	\$ 0.71
1986	2,637,170	0.99
1985	2,637,170	—
1984	2,637,170	—
1983	2,823,873	0.69

(Loss)

† Including extraordinary gains of \$192,000 (\$0.07 per share) in 1987 and \$228,000 (\$0.09 per share) in 1986.

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ —	—	—
1986	—	—	—
1985	—	—	—
1984	0.225	—	—
1983	0.30	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 29,105,000	\$ 10.50
1986	26,240,000	9.95
1985	23,617,000	8.96
1984	29,057,000	11.02
1983	31,467,000	11.14

Income Account *

Year ended Sept. 30	1987	1986
Net sales	\$ 71,436,000	\$ 75,351,000
Cost of sales	58,130,000	60,113,000
Expenses	9,087,000	10,144,000
Interest & finance exp.	1,002,000	746,000
Interest income	(341,000)	(178,000)
Loss on invest.	354,000	—
Income bef. taxes	\$ 3,404,000	\$ 4,506,000
Income taxes	1,745,000	2,240,000
Eq. in inc. of affil.	(138,000)	(129,000)
Net income	\$ 1,797,000	\$ 2,395,000
Extraord. gain	192,000	228,000
Net income & extraord. gain	\$ 1,989,000	\$ 2,623,000

* Included in Costs and Expenses, Depreciation and Amortization: \$941,000 in 1987 and \$1,203,000 in 1986.

Assets

As of Sept. 30	1987	1986
Cash	\$ 3,250,000	\$ 3,754,000
Investments	6,744,000	6,943,000
Accts. receiv., net	12,989,000	15,341,000
*Inventories	12,199,000	7,616,000
Prepaid exp. & assets	570,000	480,000
Current Assets	\$ 33,952,000	\$ 34,134,000
Investments & adv.	1,931,000	1,933,000
Fixed assets	5,360,000	5,435,000
Other assets	1,855,000	996,000
Total Assets	\$ 43,098,000	\$ 42,498,000

Liabilities		
Notes payable	\$ 1,000,000	—
Long-term debt, curr.	41,000	141,000
Accts. payable	2,057,000	1,465,000
Inc. taxes payable	353,000	1,901,000
Accruals	2,537,000	3,437,000
Accrued payroll	2,402,000	1,610,000
Curr. liabilities	\$ 8,390,000	\$ 8,554,000
Long-term debt	—	41,000
Curr. debt 5%	4,984,000	5,145,000
Deferred inc. taxes	—	218,000
Deferred comp.	2,619,000	2,300,000
+Common stock	24,000	36,000
Add. paid-in capital	5,998,000	7,189,000
Retained earnings	23,079,000	26,113,000
Treasury stock	—	(7,094,000)
Total Liabilities & Shareholders' Equity	\$ 45,098,000	\$ 42,498,000

* At lower of cost (primary LIFO) or market.

Less accumulated depreciation.

+ \$0.01 par value.

Statistical Summary		
%Income bef. Taxes to Sales	4.77	5.98
%Net Income to Sales	2.52	3.18
%Net Income to Equity	6.17	9.13
Sales to Inventories	5.76	9.89
Debt to Equity	0.04	0.01
Working Capital	\$ 27,562,000	\$ 23,580,000
Current Ratio	4.29	3.99
Shareholders' Equity	\$ 29,105,000	\$ 26,240,000

Superior Surgical Mfg. Co., Inc.

Seminole Blvd. at 100th Terrace
P.O. Box 4002
Seminole, Florida 33542
(813) 397-9611

Officers: Gerald M. Benstock, chairman of the board, chief exec. officer & president; Saul Schechter, executive v.p.; Alan D. Schwartz, executive v.p.; Robert M. Green, v.p.; Irving Weissman, v.p.; Spencer P. Cohen, v.p.; Anne Fasani, v.p.; Nathan L. Belkin, v.p.; Michael Benstock, v.p.; John W. Johansen, sr. v.p., treasurer & chief financial officer; Earl Marvin, secretary.

Directors: Gerald M. Benstock*, Saul Schechter*, Earl Marvin*, Donald H. Wheeler, Alan Schwartz*, Michael Benstock*.

* Member of the Executive Committee

Business Activities: Engaged in the production and sale of career apparel, industrial apparel, work clothes, medical and service uniforms and miscellaneous, directly related products, such as embroidered emblems, operating room masks, patient aids and laundry bags.

Trademarks and/or Brand Names: Fashion Seal/Shane Uniforms, Worklon, Fashion Seal Disposables, Universal Cottons, Hallmark Emblems, Kaufman's Uniforms, Martin's Uniform, Lamar Uniforms, Appel + Brooks + Webber Uniforms, d'Armigene, Tiffany Uniforms, Versa Drape, Gap Wrap.

Plant Locations: Eudora, Lake Village, McGehee & Hamburg, Arkansas; Leesburg & Adel, Georgia; Blountstown, Hernando & Tampa, Florida; Yazoo City & Lexington, Mississippi; Delhi, Louisiana; New York, New York.

Divisions and Subsidiaries:

Universal Cottons Eudora, Arkansas	
Shane Uniform Cynthiana & Evansville, Indiana	
Fashions Seal Uniforms Leesburg, Georgia Lake Village, Eudora, & McGehee, Arkansas	

Fasion Seal Disposables Lake Village, Arkansas

Martins Uniforms
Tampa & St. Petersburg, Florida
Kenner, Louisiana
Memphis, Tennessee
Atlanta, Georgia
San Antonio, Texas

Worklon Uniforms McGehee, Arkansas

Lamar Uniforms
Miami, Florida

Appel Uniforms New York, New York

D'Armigene

Superior Surgical International

Transfer Agent(s):

Manufacturers Hanover Trust Company
New York, New York

Stock Exchange(s): American

Ticker Symbol: SGC

Sales & Earnings

	Net Sales	Net Income
1986	\$ 96,199,750	\$ 3,645,120
1985	98,540,419	4,027,123
1984	86,816,735	3,503,111
1983	83,785,884	2,905,081
1982	81,087,610	2,228,196

	No. of Com. Shares	Earn. per Share #
1986	2,439,787	\$ 1.50
1985	2,431,112	1.66
1984	2,430,162	1.44
1983	2,430,162	1.20
1982	2,429,562	0.92

Based on the weighted average number of shares outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	\$ 0.40	—	—
1985	0.36	—	—
1984	0.32	—	—
1983	0.25	—	—
1982	0.24	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1986	\$ 36,506,444	\$ 14.96
1985	33,732,315	13.88
1984	30,568,900	12.58
1983	27,843,441	11.46
1982	25,544,338	10.51

Income Account *

Year ended Dec. 31	1986	1985
Net sales	\$ 96,199,750	\$ 98,540,419
Cost of sales	67,496,807	69,357,208
Expenses	20,869,995	20,692,236
Interest expense	977,828	1,223,852
Inc. bef. taxes	\$ 6,855,120	\$ 7,267,123

	3,210,000	3,240,000
Income taxes		
Net Income	\$ 3,645,120	\$ 4,027,123

* Included in Costs and Expenses, Depreciation and Amortization: \$1,225,650 in 1986 and \$1,089,892 in 1985.

Assets

As of Dec. 31	1986	1985
Cash	\$ 684,831	\$ 616,305
Accts. receiv., net	16,423,279	17,629,204
*Inventories	24,385,334	24,104,175
Prepaid expenses	643,337	506,253
Current Assets	\$ 42,136,781	\$ 42,855,937
#Fixed assets	11,391,537	10,836,284
Other assets	437,858	567,799
Intangibles	881,475	888,483
Total Assets	\$ 54,847,651	\$ 55,148,463

Liabilities

	1986	1985
Long-term debt, curr.	\$ 757,519	\$ 820,247
Accts. payable	5,176,848	7,060,150
Accruals	2,279,992	2,733,783
Income taxes	431,124	73,725
Curr. Liabilities	\$ 8,645,483	\$ 10,687,905
Long-term debt	8,395,724	9,653,243
Deferred inc. taxes	1,300,000	1,075,000
+Common stock	2,439,787	2,431,112
Add. paid-in capital	2,779,120	2,684,780
Retained earnings	31,287,537	28,616,423
Total Liabilities & Shareholders' Equity	\$ 54,847,651	\$ 55,148,463

* At lower of cost (FIFO) or market.

Less accumulated depreciation and amortization.

+ \$1 par value.

Statistical Summary

%Income bef. Taxes to Sales	7.13	7.37
%Net Income to Sales	3.79	4.09
%Net Income to Equity	9.98	11.95
Sales to Inventories	3.94	4.09
Debt to Equity	23.00	0.31
Working Capital	\$ 33,491,298	\$ 32,168,032
Current Ratio	4.87	4.01
Shareholders' Equity	\$ 36,506,444	\$ 33,732,315

Syms Corp.

Syms Way
Socacus, New Jersey 07094
(201) 902-9600

Officers: Sy Syms, chairman of the board & chief executive officer; Marcy Syms, president & chief operating officer; Richard B. Diamond, v.p.-finance & treasurer; Irwin Shievel, v.p.-operations; Norman Fately, v.p.-merchandise; Gregory Diamond, v.p.-merchandise; Ira Weiser, v.p.-men's wear; Charles Koopersmith, v.p.-men's wear; Alan Kilman, v.p.-women's wear; Abraham Oliver, v.p.-imports; Timothy Pranschke, v.p.-human resources; Stephen Merna, v.p. & secretary; Robert Syms, v.p.; Richard Morehouse, v.p.-management information systems; Eugene Karp, v.p.-merchandise.

Directors: Sy Syms, chairman of the board; Marcy Syms, Richard B. Diamond, Wilber L. Ross, Jr., J. Sloane Immerman.

Business Activities: Through its A. Sulka & Company Ltd. subsidiary, the Company manufactures dressing gowns, smoking jackets, and certain custom shirts, and arranges for the manufacture of hosiery. These products are sold under the A. Sulka name through five stores and one leased department bearing the A. Sulka name. Other Company activities include the operation of 22 Syms retail stores, which sell off-price apparel for men, women and children.

Trademarks and/or Brand Names: A. Sulka

Subsidiaries:

A. Sulka & Company Ltd.
Syms Advertising Inc.

Transfer Agent(s):

American Stock Transfer Company
New York, New York

Stock Exchange(s): New York

Ticker Symbol: SYM

Sales & Earnings

	Net Sales	Net Income
1987	\$ 236,756,000	\$ 17,850,000
1986	223,071,000	14,773,000
1985	215,168,000	12,715,000
1984	204,251,000	12,712,000
1983	179,231,000	10,341,000

	No. of Com. Shares	Earn. per Share ‡
1987	17,650,000	\$ 1.01
1986	17,650,000	0.84
1985	17,650,000	0.72
1984	17,650,000	0.72
1983	17,650,000	0.59

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 98,811,000	\$ 5.60
1986	81,031,000	4.59
1985	66,258,000	3.75
1984	53,543,000	3.15
1983	40,831,000	2.31

Income Account*
(000's)

Year ended Dec. 31	1987	1986
Net sales	\$ 236,756	\$ 223,071
Cost of sales	171,934	153,317
Expenses	51,919	42,883
Interest expense (income)	342	(295)
Gain on sale of real est.	—	(2,565)
Income before taxes	\$ 32,561	\$ 29,731
Income taxes	14,781	14,958
Net Income	\$ 17,780	\$ 14,773

* Included in Costs and Expenses, Depreciation and Amortization: \$3,563,000 in 1987 and \$2,342,000 in 1986.

Assets
(000's)

As of Dec. 31	1987	1986
Cash	\$ 2,530	\$ 5,991
Accts. receiv., net	1,923	1,828
*Investments	48,240	36,289
Prepaid expenses	832	991
Deferred inc. taxes	434	—
Current Assets	\$ 53,999	\$ 45,099
*Fixed assets	81,207	99,441
Other assets	2,510	2,315
Total Assets	\$ 137,677	\$ 106,855

Liabilities
(000's)

Bank loan	\$ 5,000	\$ 3,000
Long-term debt, curr.	77	71
Cap. lease oblig., curr.	75	63
Accts. payable	18,181	7,768
Accruals	3,609	3,069
Oblig. to cust.	2,031	1,999
Income taxes	856	1,843
Curr. Liabilities	\$ 29,801	\$ 17,213
Long-term debt	4,996	5,073
Cap. lease oblig.	2,265	2,340
Deferred inc. taxes	1,803	1,198
+Common stock	883	883
Add. paid-in capital	11,339	11,339
Retained earnings	86,589	68,809

Total Liabilities & Shareholders' Equity \$ 137,676 \$ 106,855

* At lower of cost (FIFO) or market.
‡ Less accumulated depreciation and amortization.
+ \$0.05 par value.

Statistical Summary

%Income bef. Taxes to Sales	12.68	13.33
%Net Income to Sales	6.92	6.62
%Net Income to Equity	17.99	18.23
Sales to Inventories	3.32	6.15
Debt to Equity	0.13	0.13
Working Capital	\$ 24,158,000	\$ 27,896,000
Current Ratio	1.81	2.62
Shareholders' Equity	\$ 98,811,000	\$ 81,031,000

TechKnits, Inc.

10 Grand Avenue
Brooklyn, New York 11211
(718) 875-3299

Officers: Simon Taub, chairman, president & chief exec. officer; Moshe Taub, v.p., treasurer & chief financial accounting officer; Mark Terkeltaub, v.p. & secretary; Yevgeniy Galpert, vice president; Moshe Katz, vice president.

Directors: Simon Taub, chairman; Moshe Taub, Mark Terkeltaub, Edwin Schwimmer, Harvey Sestovsky.

Business Activities: Designs, manufactures and distributes medium-priced women's and children's knitted apparel, including sweaters, skirts, pants and activewear sets, which it sells to multi-unit specialty chains on an exclusive basis.

Plant Location: Brooklyn, New York

Transfer Agent(s):

American Stock Transfer Company
99 Wall Street
New York, New York 10005

Stock Exchange(s): Philadelphia, Over-the-Counter

Ticker Symbols: KNT (Philadelphia); KNIT (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1988	\$ 8,396,000	\$ 711,000
1987	7,235,000	632,000
1986	5,046,000	321,000
1985	2,769,000	N.A.
1984	2,089,000	N.A.

No. of Com. Shares

Earn. per Share ‡

1988	5,533,333	\$ 0.13
1987	4,000,000	0.16
1986	4,000,000	0.08
1985	4,000,000	—
1984	4,000,000	—

N.A.—Not Available

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1988	\$ 7,015,730	\$ 1.27
1987	1,692,539	0.42
1986	1,070,056	0.27
1985	753,761	0.19

Income Account *

Year ended Feb. 28	1988	1987
Net sales	\$ 8,395,642	\$ 7,254,843
Cost of sales	6,226,776	5,471,069
Expenses	687,958	396,654
Interest expense	151,433	173,700
Income before taxes	\$ 1,329,455	\$ 1,213,420
Income taxes	618,192	580,937
Net Income	\$ 711,263	\$ 632,483

* Included in Costs and Expenses, Depreciation: \$272,244 in 1988 and \$200,581 in 1987.

Assets

As of Feb. 28	1988	1987
Cash	\$ 10,595	\$ 4,769
Cent. of deposit	4,842,907	797,564
Accts. receiv., net	635,019	97,739
Accrued interest receiv.	15,592	4,957
Prepaid expenses	13,793	—
*Investments	1,973,820	326,633
Current Assets	\$ 1,491,726	\$ 1,731,682
*Fixed assets	2,833,757	1,703,000
Leases receivable	100,216	97,201
Deposits on machine purch.	25,000	35,000
Deferred underwriting costs	—	30,000
Other assets	17,600	829
Total Assets	\$ 10,468,299	\$ 3,997,712

Liabilities

Notes payable	\$ 275,688	\$ 144,217
Loan payable-secured	1,347,951	—
Loan payable	24,000	24,000
Accts. payable	617,558	720,896
Accruals & taxes payable	55,254	36,066
Income taxes	440,117	486,083
Dividends payable	—	10,000
Curr. Liabilities	\$ 2,660,568	\$ 1,421,242
Long-term debt	792,001	483,931
+Common stock	6,300	4,000
Add. paid-in capital	4,648,129	38,301
Retained earnings	2,361,301	1,630,038
Total Liabilities & Shareholders' Equity	\$ 10,468,299	\$ 3,997,712

* At lower of cost (FIFO) or market.
‡ Less accumulated depreciation.
+ \$0.001 par value.

Statistical Summary

%Income bef. Taxes to Sales	15.94	16.73
%Net Income to Sales	8.47	8.72
%Net Income to Equity	10.14	37.37
Sales to Inventories	4.25	3.68
Debt to Equity	0.33	0.39
Working Capital	—	\$ 310,440
Current Ratio	—	1.22
Shareholders' Equity	\$ 7,015,730	\$ 1,692,539

	No. of Com. Shares †	Earn. per Share ‡
1987	8,109,028	\$ 1.11
1986	5,554,052	0.03
1985	4,695,817	1.10
1984	4,640,327	—
1983	4,654,504	0.44

(Loss)
 † Including extraordinary gains of \$4,290,000 (\$0.53 per share) in 1987, \$475,000 (\$0.09 per share) in 1986 and \$4,741,000 (\$1.01 per share) in 1985.
 ‡ Based on the average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Long-term debt	9,951	10,532
11.125% debentures	10,738	10,738
4.175% debentures	2,878	3,067
+Common stock	8,064	5,830
Add. paid-in capital	25,096	26,889
Retained earnings (deficit)	(12,142)	(21,180)
Total Liabilities & Shareholders' Equity	\$ 65,479	\$ 52,527

* A. lower of cost (FIFO) or market.
 ‡ Less accumulated depreciation and amortization.
 + \$1 par value.

Texfi Industries, Inc.

P.O. Box 8400
 400 English Road
 Rocky Mount, North Carolina 27804
 (919) 443-5001

Officers: L. Terrell Sovey, Jr., chairman of the board, president & chief executive officer; Michael A. Miller, v.p.-finance & treasurer; Braxton Schell, secretary.

Directors: Joseph H. Hamilton, L. Terrell Sovey, Jr., Braxton Schell, James H. Styers, Michael A. Miller, John S. Rainey.

Business Activities: Manufactures and markets various textile products, including woven finished fabrics for the apparel industry, cotton and cotton blend yarns used in the hosiery and knitting trade through Highland Yarn Mills, cotton and blended greige fabrics for the home furnishing and apparel industry through Marion Fabrics, and knitted elastic narrow fabric through its Elastex operation. The Company operates six plants in North Carolina, and sales offices throughout the nation.

Plant Location(s): Rocky Mount, Fayetteville, Marion, High Point, Bladenboro, and Asheboro, North Carolina.

Divisions and Subsidiaries:

Highland Yarn Mills, Inc.
 239 Mill Street
 High Point, North Carolina 27260
 Manufactures cotton and cotton blend yarns in hosiery, knitted undergarments and active apparel.

Marion Fabrics, Inc.
 700 Baldwin Avenue
 Marion, North Carolina 28752
 Manufactures greige (unfinished) cotton and cotton blend fabric used by the apparel and home furnishings markets.

Texfi Blends
 400 English Road
 Rocky Mount, North Carolina 27804

Elastex, Inc.
 328 Central Avenue
 Asheboro, North Carolina 27204
 Produces knitted narrow elastic fabric for apparel, automotive and medical applications.

Transfer Agent(s):

First Union National Bank of North Carolina
 Charlotte, North Carolina

Stock Exchange(s): New York

Ticker Symbol: TXF

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 162,842,000	\$ 9,038,000
1986	85,046,000	142,000
1985	109,111,000	5,143,000
1984	119,672,000	(13,316,000)
1983	152,276,000	2,028,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	4-for-3

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 21,018,000	\$ 2.61
1986	11,539,000	1.48
1985	5,946,000	1.21
1984	41,000	0.01
1983	13,353,000	2.88

‡ Adjusted to reflect stock split.

Income Account *
 (000's)

Year ended	10/30/87	10/31/86
Net sales	\$ 162,842	\$ 85,046
Cost of sales	137,261	75,430
Expenses	11,742	5,526
Interest expense	4,310	3,541
Other charges	491	84
Loss on clos. facility	—	323
Income bef. taxes	\$ 9,038	\$ 142
Income taxes	4,290	475
Net Income (Loss)	\$ 4,748	\$ (333)
Extraord. gain	4,290	475
Net Income (Loss) & extraord. gain	\$ 9,038	\$ 142

* Included in Costs and Expenses, Depreciation and Amortization: \$2,279,000 in 1987 and \$1,757,000 in 1986.

Assets
 (000's)

As of	10/30/87	10/31/86
Cash	\$ 3,145	\$ 815
Receiv., net	18,234	13,486
Investments	15,527	14,710
Prepaid expenses	236	330
Current Assets	\$ 37,162	\$ 29,341
#Fixed assets	26,725	22,087
Defer. charges & other charges	1,992	1,099
Total Assets	65,479	52,527

Liabilities
 (000's)

	\$ 2,776	\$ 1,753
Long-term debt, curr.	—	1,000
Notes payable	14,447	10,789
Accts. payable	—	860
Income taxes	3,671	2,249
Other liabilities	—	—
Curr. Liabilities	\$ 20,894	\$ 16,651

Statistical Summary

%Income bef. Taxes to Sales	5.55	0.17
%Net Income to Sales	2.92	—
%Net Income to Equity	22.59	—
Sales to Inventories	10.49	5.78
Debt to Equity	0.61	1.15
Working Capital	\$ 16,268,000	\$ 12,690,000
Current Ratio	1.78	1.76
Shareholders' Equity	\$ 21,018,000	\$ 11,539,000

Thomaston Mills, Inc.

P.O. Box 311
 Thomaston, Georgia 30286
 (404) 647-7131

Officers: Neil H. Hightower, president & chief exec. officer; O. R. Lewis, sr. v.p.-director of sales; H. Stewart Davis, exec. v.p.-finishing; Harry W. Ormand, Jr., v.p.-finishing; W. Harrison Hightower, III, v.p.-administration; John R. Carson, v.p.-household sales; John M. Ormand, v.p.-mfg.; George H. Hightower, Jr., exec. v.p.-apparel, industrial & fabrication sales; Garner M. Ellerbee, secretary; Rosser R. Rainey, treasurer; Robert E. L. Greene, v.p.-engineering; Seth R. Sargent, v.p.-industrial relations.

Directors: Thomas D. Adams, Jr., William H. Hightower, Jr., George H. Hightower, Jr., Jerry Williamson, George H. Hightower, Jr., H. Stewart Davis, Will R. Plowden, Dom H. Wyant, Julian H. Roberts, Neil H. Hightower.

* Member of the Executive Committee

Business Activities: Produces apparel fabrics, including denim, twills, and other heavy weight carded fabrics; finishes fabrics for itself and other manufacturers, including shirting, corduroy and industrial fabrics finishing; styles and sells sheets. Trade names of sheets and pillowcases are 'American Mood', 'New Era', 'Tender Rest', 'Pedigree', 'Page', 'Tavern', 'Pilgrin', and 'Firebird'. Produces industrial cotton, synthetic or blend fabrics, duck, chaffer, satens and twills, industrial sewing thread, twines, knitting and weaving yarns, wideheating, and fabricated sporting goods specialties.

Plant Location(s): Thomaston, Griffin & Zebulan, Georgia.

Transfer Agent(s):

The Citizens and Southern National Bank
 Stock Transfer Department
 P.O. Box 105555
 Atlanta, Georgia 30348

Stock Exchange(s): Over-the-Counter

Sales & Earnings

	Net Sales	Net Income †
1987	\$ 171,383,567	\$ 12,541,823
1986	139,062,869	(1,046,636)
1985	132,494,635	(161,938)
1984	145,431,576	2,883,014
1983	122,849,174	519,463

Thomaston Mills, Inc.

	No. of Com. Shares	Earn. per Share †
1987	821,489	\$ 15.27
1986	821,489	—
1985	821,489	—
1984	821,489	3.51
1983	821,489	0.63

(Loss)
† Including extraordinary gain of \$1,283,000 (\$1.56 per share) in 1987.

‡ Based on the weighted average number of common shares outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 1.05	—	—
1986	1.00	—	—
1985	1.00	—	—
1984	0.95	—	—
1983	0.80	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 58,199,935	\$ 70.85
1986	46,520,676	56.63
1985	48,388,801	58.90
1984	49,372,228	60.10
1983	47,269,629	57.54

Income Account *

Year ended	6/27/87	6/28/86
Net sales	\$ 171,383,567	\$ 139,062,869
Cost of sales	137,568,113	129,422,612
Expenses	10,852,991	9,172,771
Other income	(379,156)	(139,771)
Other charges	1,047,796	1,653,893
Inc. (loss) bef. taxes	\$ 22,291,823	\$ (1,046,636)
Income taxes	11,035,000	—
Net Income (Loss)	\$ 11,258,823	\$ (1,046,636)
Extraord. gain	1,283,000	—
Net Income (Loss) & extraord. gain	\$ 12,541,823	\$ (1,046,636)

* Included in Costs and Expenses. Depreciation: \$7,623,977 in 1987 and \$7,237,888 in 1986.

Assets

As of	6/27/87	6/28/86
Cash	\$ 1,001,018	\$ 842,612
Accts. receiv., net	30,693,941	23,576,924
Inventories	16,621,870	17,312,789
Refundable income taxes	—	25,931
Other assets	552,481	819,020
Current Assets	\$ 49,169,310	\$ 42,577,276
# Fixed assets	33,935,902	32,195,309
Total Assets	\$ 83,105,212	\$ 74,772,585

Liabilities

Accts. payable	\$ 7,730,966	\$ 5,556,614
Income taxes	1,491,508	—
Local taxes	430,823	391,137
Payroll taxes	976,635	831,694
Other liabilities	1,773,602	1,669,229
Accrued payroll	1,117,253	2,109,359
Long-term debt, curr. portion	818,407	272,828
Curr. Liabilities	\$ 14,339,194	\$ 10,830,861

Equip. note pay.	7,175,000	17,131,965
Deferred inc. taxes	3,391,083	289,083
+ Common stock	9,367,530	9,367,530
Add. paid-in stock	1,190,798	1,190,798
Retained earnings	49,946,887	38,267,628
Treasury stock	(2,305,280)	(2,305,280)

Total Liabilities & Shareholders' Equity \$ 83,105,212 \$ 74,772,585

* Raw cotton polyester staple and cotton content of finished goods and work in process at cost (LIFO), which is lower than current replacement market. Other inventories at lower of average cost or market.
‡ Less accumulated depreciation.
+ \$10 per value.

Statistical Summary

% Income bef. Taxes to Sales	13.01	—
% Net Income to Sales	6.57	—
% Net Income to Equity	19.35	—
Sales to Inventories	10.31	8.03
Debt to Equity	0.14	0.37
Working Capital	\$ 34,830,116	\$ 31,746,415
Current Ratio	3.43	3.93
Shareholders' Equity	\$ 58,199,935	\$ 46,520,676

TransTechnology Corporation

15303 Ventura Boulevard, 12th Floor
Sherman Oaks, California 91403
(818) 990-5920

Officers: Arch C. Scurlock, chairman; Dan McBride, president & chief exec. officer; Paul Grosier, sr. v.p. & treasurer; Thomas E. Hanrahan, group v.p.; Ralph E. Hutchins, group v.p.; Salvatore J. Mira, group v.p.; Richard I. Tanaka, group v.p.; Burl Alison, vice president; Willem F. Bakker, vice president; Joseph R. Cabaret, vice president; Ralph E. Hutchins, vice president; John B. Reilly, vice president; Jeffrey A. Norton, v.p. & secretary.

Directors: Arch C. Scurlock, chairman; Jefferson W. Asher, Jr., William O. Bowers, III, Frank L. Bryant, John N. Grover, Richard Mascuch, Dan McBride, Richard J. Roridan.

Business Activities: Through its Gessner division, the Company manufactures textile machinery and related supply items, and elastomer products. The textile-finishing machinery manufactured by Gessner enhances the aesthetics of fabrics constructed from natural, synthetic or blended fibers. These machines include nappers, sueders, hunt-transfer printers, shears, tensionless dryers and decaters. Under the Curtis & Marble label, Gessner manufactures other textile-oriented equipment which included carpet shears, inspecting frames, clothroom material-handling ranges and folders.

Gessner's Howard Brothers unit produces flexible card clothing, napper wire, brush wire, hand cards and wire-staple products. These products are used mainly in textile-fiber processing, fabric finishing, industrial brushing, buffing, cleaning and texturizing operations.

Gessner's Lloyd Manufacturing unit specializes in the development and manufacture of specialty elastomer products for a wide variety of industrial applications, including aerospace-defense, pharmaceutical and health care, computers and office machines, automotive and appliances, leisure time, and many others. Elastomers commonly processed by Lloyd include natural rubber, neoprene, nitrile, hypalon, styrenebutadiene, silicone, polyacrylate, and epichlorohydrin. Card-clothing foundation, which is a major component of flexible card and napper clothing; fine rubber threads and tape for textile and specialty products; and uncured elastomeric materials utilized in casting and forming operations, are also produced by Lloyd.

The Company also develops, manufactures, and markets a wide range of aerospace-defense, advanced technology, and industrial products.

Plant Location(s): Worcester & Auburn, Massachusetts; Warren, Rhode Island.

Divisions and Subsidiaries:

Gessner
41 Fremont Street
Worcester, Massachusetts 01603
(617) 793-7000

Lloyd Manufacturing
130 Franklin Street
Warren, Rhode Island 02885
(401) 245-6600

Howard Brothers
42 Southbridge Street
Auburn, Massachusetts 01501
(617) 793-7070

Gessner South
Sales and Demonstration Headquarters
4004 G Spring Garden Street
Greensboro, North Carolina 27407
(919) 852-3941

Breeze-Eastern
One Financial Center
Boston, Massachusetts 02111
(617) 439-0333

Aerospace-Defense Products
700 Liberty Avenue
Union, New Jersey 07083
(201) 686-4000

Industrial Products
100 Aero-Seal Drive
Salisbury, Pennsylvania 15681
(412) 639-3527

Miller Construction Products
Route 313
Doylestown, Pennsylvania 15681
(412) 639-3527

TransTechnology Electronics
8823 10th Industrial Road
Peoria, Illinois 61615-1584
(309) 693-3300

Breeze-Illinois
Main and Agard Streets
Wyoming, Illinois 61491
(309) 693-3322

Flight Connector
233 East Manville Street
Rancho Dominguez, California 90220
(213) 631-1133

Space Ordnance Systems
23977 Sand Canyon Road
Canyon Country, California 91351
(805) 252-6220

Lundy Technical Center
3901 N.E. 12th Avenue
Post Office Box 5280
Pompano Beach, Florida 33064
(305) 943-1500

Federal Laboratories
100 Aero-Seal Drive
Salisbury, Pennsylvania 15681
(412) 639-3511

Belfort Instrument
721 South Wolfe Street
Baltimore, Maryland 21231
(301) 342-2626

Belfort West Regional Sales & Service
2620 Concord Avenue, Suite 102
Alhambra, California 91803
(818) 282-4893

Lundy
1 Robert Lane
Olen Head, New York 11545
(516) 671-9000

Computer Graphics
1 Robert Lane
Olen Head, New York 11545
(516) 671-9000

Bank Systems
5535 Wilkinson Boulevard
Post Office Box 668
Charlotte, North Carolina 28208
(704) 394-1161

Sideral
9600 S.W. Barnes Road
Portland, Oregon 97225
(503) 297-5531

Lundy-Farrington
Warrior House
12-14 The Hard, Portsmouth
Hampshire, PO1 3QU, England
44(705) 828866

Transfer Agent(s):

Bank of America, N.T. & S.A.
Los Angeles, California

Stock Exchange(s): American

Ticker Symbol: TT

Sales & Earnings

	Revenues	Net Income
1987	\$ 212,328,000	\$ 10,636,000
1986	113,022,000	6,947,000
1985	112,941,000	8,418,000
1984	108,586,000	8,402,000
1983	71,665,000	5,766,000

	No. of Com. Shares	Earn. per Share
1987	5,310,144	\$ 2.28
1986	4,570,472	1.52
1985	4,542,999	1.75
1984	4,915,418	1.78
1983	3,800,877	1.90

‡ Based on the weighted average number of common shares and common share equivalents outstanding.

Revenues by Line of Business

	1987	1986
Aerospace-defense prod.	\$ 96,277,000	\$ 75,448,000
Industrial prod.	43,800,000	36,946,000
Technology prod.	71,385,999	—
Other	866,000	628,000
Total	\$ 212,328,000	\$ 113,022,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.68	—	—
1986	0.64	—	—
1985	0.56	—	—
1984	0.48	—	—
1983	0.40	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 82,832,000	\$ 15.60
1986	59,554,000	13.03
1985	55,238,000	12.16
1984	53,996,000	10.99
1983	34,492,000	9.07

Income Account * (000's)

Year ended Mar. 31	1987	1986
Net sales	\$ 210,449	\$ 112,028
Other income	1,879	994
Total income	\$ 212,328	\$ 113,022

Cost of sales	135,945	72,795
Expenses	50,159	24,126
Interest expense	5,982	2,522
Income before taxes	\$ 20,242	\$ 13,579
Income taxes	9,606	6,632
Net Income	\$ 10,636	\$ 6,947

* Included in Costs and Expenses, Depreciation and Amortization: \$6,063,000 in 1987 and \$3,173,000 in 1986.

As of Mar. 31	1987	1986
Cash	\$ 6,328	\$ 5,203
Short-term invest.	—	1,135
Accts. receiv., net	55,258	60,327
*Inventories	56,537	59,828
Deferred income taxes	181	—
Prepaid expenses	4,100	3,754
Current Assets	\$ 122,404	\$ 130,247
*Fixed assets	41,720	40,404
Other assets	2,131	1,710
Intangibles	10,023	7,565
Unamort. deferred costs	—	703
Total Assets	\$ 180,550	\$ 184,228

Liabilities (000's)	1987	1986
Notes payable	\$ 849	\$ 24,957
Accts. payable	14,594	18,428
Accrued compensation	5,831	5,292
Income taxes	6,452	4,978
Deferred income taxes	—	5,270
Accrued acq. costs	—	5,452
Other current liabilities	6,687	5,736
Curr. Liabilities	\$ 34,413	\$ 70,113
Long-term debt	59,543	50,860
Deferred inc. taxes	3,271	2,732
Other liabilities	491	969
+ Common stock	53	46
Add. paid-in capital	47,658	31,910
Retained earnings	35,121	27,598
Total Liabilities & Shareholders' Equity	\$ 180,550	\$ 184,228

* At lower of cost (FIFO) or market.

* Less accumulated depreciation and amortization.

+ \$0.01 par value.

Statistical Summary

%Income bef. Taxes to Sales	9.42	12.12
%Net Income to Sales	5.05	6.20
%Net Income to Equity	12.84	11.67
Sales to Inventories	3.72	1.87
Debt to Equity	0.73	1.27
Working Capital	\$ 87,991,000	\$ 60,134,000
Current Ratio	3.56	1.86
Shareholders' Equity	\$ 82,832,000	\$ 59,554,000

Tultex Corporation

P.O. Box 5191
Martinsville, Virginia 24115
(703) 632-2961

Officers: William F. Franck, chairman & chief executive officer; H. R. Hunnicutt, Jr., president & chief operating officer; V. M. Galbo, treasurer; William C. Cole, III, vice president-personnel; D. P. Shook, v.p.-finance; W. T. Moore, asst. treasurer; J. M. Boruvka, controller; J. M. Franck, v.p.; J. J. Smith, v.p.-marketing; B. A. Ratliff, v.p.-operations; C. F. Williams, v.p.-yarn; Marlene B. Lopez, secretary; Marion P. Yeaman, asst. secretary.

Directors: William F. Franck, Richard J. Conroy, Irving M. Groves, Jr., Robert P. Buford, R. M. Simmons, Jr., John M. Tully, J. B. Frith, C. Watson Lawhon, H. R. Hunnicutt, Jr., J. M. Franck, V. M. Galbo.

Business Activities: Manufactures fleeced and laminated knit sportswear and casual wear and cotton and synthetic yarns for various markets.

Trademarks and/or Brand Names: Discus, Tultex.

Plant Location(s): Rockingham, Kings Mountain, Roxboro, Marion, Mayodan, Spindale, Lowell, North Carolina; Martinsville, South Boston, Rossmore, Chilhowie (2), Bastian, Vesta, Virginia.

Divisions and Subsidiaries

Marketing Division

Manufacturing Division

Tultex Yarns
P.O. Box 1865
Gastonia, North Carolina 28053
(704) 864-7701
Production and sale of cotton and synthetic yarns.

Tuistar Factors Inc.
560 Lexington Avenue
New York, New York 10022
(212) 688-9088
Commercial factoring service.

Transfer Agent(s):

Sovran Bank, N.A.
P.O. Box 26904
Richmond, Virginia 23261

Stock Exchange(s): New York

Ticker Symbol: TTX

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 348,692,000	\$ 28,805,000
1986	326,075,000	24,140,000
1985	259,579,000	11,911,000
1984	286,269,000	9,720,000
1983	287,974,000	14,550,000

	No. of Com. Shares	Earn. per Share
1987	27,489,600	\$ 1.05
1986	27,313,000	0.88
1985	27,019,000	0.44
1984	26,983,000	0.36
1983	26,917,000	0.54

+ Includes other income.
Based on the weighted average number of shares outstanding adjusted to reflect stock splits.

Revenues by Line of Business (000's)

	1987	1986
Apparel	\$ 307,913	\$ 292,004
Yarn	40,779	34,071
Total	\$ 348,692	\$ 326,075

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.29	—	3-for-2
1986	0.19	—	2-for-1
1985	0.15	—	—
1984	0.14	—	—
1983	0.12	—	2-for-1

‡ Adjusted to reflect stock splits.

Tultex Corporation

Common Stock Equity

	Total Equity +	Equity Per Share ‡
1987	\$ 127,034,000	\$ 4.62
1986	105,535,000	3.85
1985	85,878,000	3.18
1984	78,030,000	2.89
1983	71,347,000	2.65

+ After allowing for preferred stock at par value.

‡ Based on the weighted average number of shares outstanding adjusted to reflect stock splits.

Income Account (000's)

Year ended	11/27/87	11/28/86
Net sales & other income	\$ 348,692	\$ 326,075
Cost of sales	242,469	230,707
Expenses	41,630	38,374
Depreciation	9,757	7,893
Interest expense	4,911	4,781
Income bef. taxes	\$ 49,935	\$ 44,335
Income taxes	21,130	20,195
Net Income	\$ 28,805	\$ 24,140

Assets (000's)

As of	11/27/87	11/28/86
Cash	\$ 708	\$ 14,892
Accts. receiv., net	84,087	74,634
*Inventories	63,535	42,583
Prepaid expenses	1,811	1,461
Current Assets	\$ 150,141	\$ 133,570
Fixed assets	75,383	63,833
Other assets	916	—
Total Assets	\$ 226,440	\$ 197,403

Liabilities (000's)

Notes payable	\$ 6,600	—
Long-term debt, curr.	4,126	2,624
Accts. payable	15,427	13,235
Accruals	4,378	4,821
Accrued payroll	15,960	15,066
Dividends payable	2,485	1,473
Income taxes	6,623	4,412
Current Liabilities	\$ 55,599	\$ 41,631
Long-term debt	29,672	37,149
Deferred income	1,332	1,082
Deferred inc. taxes	8,344	6,552
Exc. value of assets over cost	3,812	4,677
+ Preferred stock	647	777
+ Common stock	27,516	18,289
Add. paid-in capital	58	470
Retained earnings	100,495	88,073
Notes receiv. stockholders	(1,235)	(1,297)
Total Liabilities & Shareholders' Equity	\$ 226,440	\$ 197,403

* At lower of cost (LIFO) or market.

‡ Less accumulated depreciation.

+ \$100 per value; 5% cumulative.

+ \$1 par value.

Statistical Summary

% Income bef. Taxes to Sales	14.32	13.60
% Net Income to Sales	8.26	7.40
% Net Income to Equity	22.56	22.71
Debt to Equity	0.32	0.35
Working Capital (000's)	\$ 94,542,000	\$ 91,939,000
Current Ratio	2.70	3.21
Shareholders' Equity	\$ 127,681,000	\$ 106,312,000

UCO S.A.

Bellevue 1

B-9218 Ghent
Ledeberg, Belgium
(091) 30 90 50

Directors: Henri Vander Eycken, chairman; Jean-Pierre Leirens-Hanet, Jacques Verstraeten-Hanet, Michel Braus, general manager; Jacques Bruun, Robert Callebaut, P. ouper Colyn, Henri de Smet, Jacques de Smet, Paul de Smet de Naeyer, Fernand Hanet, chairman-management committee; Paul Hanet, managing director; Philippe Hebbelynck, general manager; Bernard Hebbelynck, Marc Petit, Jan Seryaert, Marc Swolfs, Esmine van den Boogaerde, managing director; Michel Voortman, Frans Vreys, Jacques Hanet, general manager.

Business Activities: Manufactures fabrics for the clothing industry, including denim, corduroy, flaps and a range of fancy fabrics with emphasis on prints. Also manufactures yarns for weaving and knitting, bedlinen, and industrial fabrics, including carpet backing, geotextiles and agrotex-tiles.

Trademarks and/or Brand Names: Prelude, Image, Uco, Imadra.

Divisions:

Yarn Division
Production and sale of yarns.

Sportswear Division
Production and sale of indigo denim, corduroy and flaps.

Industrial Fabrics Division
Production and distribution of polypropylene carpet backing, geotextiles, non wovens, as well as various fabrics in cotton and other fibers intended for industrial or institutional customers.

Lightwear Division
Produces and sells solid and printed fabrics for various end-uses such as shirts, blouses, lingerie and children's wear.

Household Linen Division
Production and sale of bedlinen, quilts, and fabrics by the yard.

Stock Exchange(s): Brussels

Sales & Earnings

	Net Sales (000's)	Net Income † (000's)
1986	11,437,424	343,446
1985	11,844,285	232,343
	No. of Cos. Shares	Earn. per Share †
1986	161,976	2,120.35
1985	161,976	1,434.63

† - Belgian Franc.

† Including extraordinary losses of BF 95,142,476 (BF 587.39 per share) in 1986 and BF 70,580,579 (BF 435.75 per share) in 1985.

Common Stock Equity

	Total Equity † (000's)	Equity Per Share
1986	BF 4,291,263	—
1985	4,336,309	—

† After allowing for preferred stock at stated value.

Income Account (000's)

Year ended Dec. 31	1986	1985
Net sales	BF 11,803,524	BF 11,907,185
Cost of sales & expenses	6,879,834	7,380,848
Salary expense / Depreciation & amortization	3,384,543	3,358,591
Inventory write-off	628,167	431,731
Other oper. expense	56,058	(14,310)
	47,119	43,485
Oper. profit	BF 807,803	BF 706,840
Interest expense	383,652	634,013
Interest income	(159,340)	(247,508)
Income before taxes	BF 578,491	BF 320,335
Income taxes	139,903	17,411
Net Income	BF 438,588	BF 302,924
Extraord. loss	(95,142)	(70,581)
Net Income & extraord. loss	BF 343,446	BF 232,343

Assets (000's)

As of Dec. 31	1986	1985
Transitory assets	BF 1,555	BF 19,374
Cash	708,111	72,336
Short-term invest.	—	11,870
Accts. receiv., net	2,969,827	3,315,202
* Inventories	2,830,511	2,790,289
Current Assets	BF 6,530,004	BF 6,209,071
Advances	46,635	60,614
Start-up costs	1,628,281	1,436,235
Fixed assets	571,983	546,339
Financial fixed assets	—	—
Total Assets	BF 8,776,903	BF 8,252,259

Liabilities (000's)

Long-term debt, curr.	BF 179,020	BF 212,430
Financial liabilities	128,704	486,793
Accts. payable	1,169,587	933,487
Down payment	—	1,710
Accrued payroll	697,303	703,113
Other current liabilities	233,273	294,647
Current Liabilities	BF 2,437,887	BF 2,632,180
Financial liabilities	1,559,573	1,089,290
Prov. for risks & charges	196,636	208,896
Transitory accounts	2,184	5,282
+ Preferred stock	299,360	299,360
+ Common stock	1,619,760	1,619,760
Add. paid-in capital	419,104	419,104
Reval. surplus	960	960
Reserves	2,092,833	1,777,386
Profit carried forward	149,938	215,783
Capital subsidies	8,668	4,236
Total Liabilities & Shareholders' Equity	BF 8,776,903	BF 8,252,259

* At lowest market prices.

‡ Less accumulated depreciation.

+ BF 10,000 par value.

Statistical Summary

% Income bef. Taxes to Sales	4.90	2.69
% Net Income to Sales	3.72	2.54
% Net Income to Equity	9.35	6.99
Sales to Inventories	4.14	4.27
Working Capital (000's)	BF 4,102,117	BF -3,576,891
Current Ratio	2.69	2.36
Shareholders' Equity (000's)	BF 4,990,623	BF 4,336,809

Unifi, Inc.

7201 West Friendly Road
Greensboro, North Carolina 27410
(919) 294-4410

Mailing address:
P.O. Box 19109
Greensboro, North Carolina 27419

Officers: G. Allen Mabane, chairman of the board; William T. Kretzer, president & chief exec. officer; Jerry W. Eller, exec. v.p.; Robert A. Ward, exec. v.p.; G. Alfred Webster, exec. v.p.; James A. Dunn, vice president; Raymond W. Maynard, vice president; Jerry R. Moore, vice president; Richard L. Widenhouse, vice president; John F. Olson, vice president; Stewart Q. Little, vice president; Gregg H. Lowe, vice president; C. Clifford Frazier, Jr., secretary.

Directors: G. Allen Mabane, James R. Hardin, Robert A. Ward, Kenneth G. Langone, Charles R. Carter, Roy H. Lawrence, C. Clifford Frazier, Jr., William T. Kretzer, Jerry W. Eller, G. Alfred Webster.

Business Activities: Engaged in the texturizing and sale of polyester filament yarn.

Plant Location(s): Yadkinville, N.C.; Letterkenny, County Donegal, The Republic of Ireland.

Divisions and Subsidiaries

Unifi Textured Yarns Europe, Ltd.
Letterkenny, Republic of Ireland

Unifi International Service Inc.
Greensboro, N.C.
London, England

Unifi PSC, Ltd.
Agana, Guam

Transfer Agent(s)

First Union National Bank
Charlotte, North Carolina

Stock Exchange(s): Over-the-Counter

Ticker Symbol: UNFI (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1987	\$ 275,714,031	\$ 12,027,884
1986	248,873,241	10,407,477
1985	216,039,080	6,137,547
1984	216,520,150	7,349,970
1983	176,019,004	4,454,399
	No. of Com. Shares	Earn. per Share
1987	\$ 10,821,994	\$ 1.17
1986	10,690,983	1.07
1985	9,551,127	0.67
1984	10,522,451	0.70
1983	9,140,648	0.49

‡ Based on the average number of common shares and common share equivalents outstanding adjusted to reflect stock dividends.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	—	—	—
1986	—	50%	—
1985	—	—	—
1984	—	—	—
1983	—	25%	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 96,642,146	\$ 10.12
1986	88,789,680	9.00
1985	71,312,235	7.39
1984	68,075,517	6.93
1983	60,675,780	6.17

‡ Adjusted to reflect stock dividends.

Income Account *

Year ended	6/28/87	6/29/86
Net sales	\$ 275,714,031	\$ 248,873,241
Cost of sales	238,363,023	221,487,045
Expenses	13,235,610	11,487,928
Interest expense	2,537,537	2,113,820
Other income	(293,334)	(3,014,367)
For. curr. loss (gain)	(548,279)	171,189
Income before taxes	\$ 22,419,474	\$ 16,626,726
Income taxes	10,391,590	6,219,249
Net income	\$ 12,027,884	\$ 10,407,477

* Included in Costs and Expenses. Depreciation: \$11,846,272 in 1987 and \$8,344,436 in 1986.

Assets

As of	6/28/87	6/29/86
Cash	\$ 1,529,317	\$ 972,057
Investments	10,079,827	—
Receivables	40,345,172	57,143,511
Inventories	17,130,694	14,264,411
Prepaid expenses	871,404	801,521
Current Assets	\$ 69,956,424	\$ 73,181,500
Fixed assets	36,658,360	43,385,743
Leased property	25,037,545	28,382,778
Defer. charges & other assets	1,404,013	1,414,648
Total Assets	\$ 133,056,342	\$ 146,364,669

Liabilities

Long-term debt, curr.	\$ 1,439,630	\$ 1,327,899
Accts. payable	21,734,796	17,873,935
Accounts	3,303,020	3,986,712
Income taxes	3,896,222	10,066
Current Liabilities	\$ 30,373,668	\$ 23,198,612
Long-term debt	1,000,000	21,594,000
Subord. long-term debt	—	7,865,630
Deferred inc. taxes	5,020,528	4,916,747
+Common stock	954,688	986,293
Add. paid-in capital	16,363,963	21,330,793
Retained earnings	75,574,784	63,546,900
For. curr. trans. adjust.	3,548,711	2,925,694
Total Liabilities & Shareholders' Equity	\$ 133,056,342	\$ 146,364,669

* At LIFO cost. Foreign inventories at FIFO.
‡ Less accumulated depreciation and amortization.
+ \$0.10 par value.

Statistical Summary

%Income bef. Taxes to Sales	8.13	6.68
%Net Income to Sales	4.36	4.18
%Net Income to Equity	12.45	11.72
Sales to Inventories	16.09	17.45
Debt to Equity	0.03	0.35
Working Capital	\$ 39,562,756	\$ 49,982,888
Current Ratio	2.30	3.15
Shareholders' Equity	\$ 96,642,146	\$ 88,789,680

United Merchants and Manufacturers, Inc.

1407 Broadway
New York, New York 10018
(212) 930-3900

Officers: Martin J. Schwab, chairman of the board; Uzi Ruskin, president, chief executive & chief accounting officer; Lawrence Marx, Jr., secretary; Sidney O. Margolis, exec. v.p. & asst. secretary; Robert D. Mathews, exec. v.p.; Norman R. Forson, sr. v.p., corp. controller & chief accounting officer; Lawrence R. Deana, sr. v.p.; William J. Courtad, sr. v.p.; James R. Henderson, sr. v.p.; William Lammone, sr. v.p.; Hollowell C. Nixon, exec. v.p.; Judith A. Nadzick, exec. v.p. & chief financial officer; Edmund M. Bamberger, v.p.; Thomas F.O. Abraham, v.p.; James P. Spallan, v.p.; Arthur C. Charvat, v.p.; William H. Carroll, v.p.; Bernard G. Mayers, v.p.; Robert M. Smith, v.p.; Harold R. Hols, v.p.; Dale C. Jones, v.p.; H.W. Simmons, v.p.; Michael S. Harris, v.p., asst. secretary & general counsel; John N. Tien, Jr., treasurer; Jeffrey J. Heifer, asst. treasurer.

Directors: Uzi Ruskin*, Michael Schiff, Peter A. Cohen*, Robert M. Androski, Lawrence Marx, Jr., William M. Rose*, Martin J. Schwab*, Richard Bussell, Sidney O. Margolis, Robert D. Mathews, Jack H. Nussbaum*, S. Arnold Hickox, Tomas Parth, Judith A. Nadzick, Hollowell C. Nixon.

* Member of the Executive Committee

Business Activities: The Company's operations fall into five segments: Apparel, Apparel Textile, Home Furnishings, Industrial, and Accessories.

Areas of Work: The Apparel segment designs and distributes apparel, principally for women, including complete lines of activewear, dresses, sportswear, swimwear, outerwear and other apparel products, most of which sell in the medium-price range. The segment markets its products under 24 different labels including Bill Blue (under license), Misty Harbor, R&K Originals, Rose Marie Reid, and Villager.

The Apparel Textile segment, through the Ameritex Print Division, sells printing and finishing services to other textile manufacturers and converters and designs, prints, dyes, finishes and markets fabrics for the home sewing market. The segment's Ameritex Fashion Fabrics division converts and sells piece-dyed apparel fabrics. The segment's Buffalo Mill weaves spin-yarn novelty fringe goods for sale to the converting trade. Through a majority-owned subsidiary, Sudamtex de Uruguay, S.A., the segment operates weaving and finishing plants producing apparel fabrics which are distributed through its own merchandising divisions. This segment also manufactures and distributes woven fabrics for sale to the apparel market in England.

The Company's Home Furnishings segment is comprised of three units: Seneca Textiles, Cohama/Riverdale, and Decora. Seneca designs, manufactures and markets fabrics for use in bedspreads, comforters, curtains, draperies and shower curtains. Through its Chaco/Roomaker unit, Seneca manufactures, from fabric it weaves and finishes, curtains and shower curtains, principally for Sears, Roebuck and Co. Cohama designs and distributes high quality, higher-priced fabrics for bedspreads, comforters, curtains, draperies and furniture upholstery. Decora's primary product is Con-Tact, a fashion styled pressure-sensitive vinyl product which is used for shell linings, other coverings, and do-it-yourself decorations.

The Company's Industrial segment manufactures and markets finished fiberglass fabrics for industrial applications; the segment also manufactures special purpose fabrics, including a flame barrier fabric.

The Company's Accessories segment designs, manufactures and markets a complete line of women's accessories, including costume jewelry, shoes, handbags, and belts.

Trademarks and/or Brand Names: Bill Blue, Misty Harbor, R&K Originals, Rose Marie Reid, Villager, Chaco, Roomaker, Etienne Aigner, Con-Tact.

Divisions and Subsidiaries

Ameritex
New York

Seneca Textile
New York, New York

United Merchants and Manufacturers, Inc.

Sudamtex de Uruguay, S.A. (95%-owned)
Colonia, Uruguay

Columbia/Riverdale Decorative Fabrics
New York, New York

Uniglas Industries
New York

Decora
Buffalo
Chace Curtin
Roomaker Curtain
Etienne Aigner

Columbia Specifier Contract Fabrics
New York

Thalco
California

Polimeron Uruguayos, A.S. (34%-owned)
Uruguay

Arrowvale Limited (England)
Butte Knit of London Limited
Tate Fabrics (England)

Transfer Agent(s):

Registrar and Transfer Co.
Cranford, New Jersey

Stock Exchange(s): New York, Pacific

Ticker Symbol: UMM

Sales & Earnings

	Net Sales	Net Income
1987	\$ 762,147,000	\$ (15,251,000)
1986	802,105,000	(35,340,000)
1985	795,360,000	(20,366,000)
1984	563,193,000	12,330,000
1983	478,309,000	(2,711,000)

	No. of Com. Shares	Earn. per Share
1987	9,147,000	\$ —
1986	9,104,000	—
1985	8,930,000	—
1984	8,740,000	1.41
1983	7,834,220	—

(Loss)

* Of continuing operation only.

† Based on the average number of shares outstanding.
‡ Including extraordinary credit of \$445,000 in 1987, \$197,000 in 1986, \$217,000 in 1985, \$1,324,000 (\$0.15 per share) in 1984, and \$3,303,000 in 1983.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 100,412,000	\$ 10.96
1986	115,290,000	12.66
1985	148,157,000	16.59
1984	167,462,000	19.16
1983	156,388,000	19.96

§ Based on the average number of shares outstanding.

Income Account

Year ended June 30	1987	1986
Net sales	\$ 762,147	\$ 802,105
Cost of sales	584,828	617,971
Expenses	139,613	155,428
Interest expense	42,082	51,494
Interest income	(2,425)	(7,717)
Loss from relocation	6,015	5,803
Loss (gain) on sale	(11,012)	7,439
Other income	(6,210)	(3,207)
Loss before taxes	\$ (10,744)	\$ (25,106)

Income taxes	4,587	9,257
Minority interest	365	1,174
Net Loss	\$ (15,696)	\$ (35,537)
Extraord. credit	445	197
Net Loss & extraord. credit	\$ (15,251)	\$ (35,340)

* Included in Costs and Expenses, Depreciation and Amortization: \$15,470,000 in 1987 and \$17,792,000 in 1986.

Assets (000's)	1987	1986
As of June 30		
Cash	\$ 3,145	\$ 3,355
Receivables, net	126,182	119,867
* Inventories	182,460	191,322
Prepaid expense & other assets	10,202	10,335
Current Assets	\$ 321,989	\$ 324,879
Fixed assets	90,438	105,554
Invest. in for. ventures	3,217	2,966
Other assets & deferred charges	41,790	49,374
Goodwill	87,723	89,328
Total Assets	\$ 545,157	\$ 572,101

Liabilities (000's)	1987	1986
Notes & advanced payable	\$ 12,841	\$ 13,373
Long-term debt, curr.	4,272	6,560
Accts. payable & accruals	79,834	99,219
Foreign income taxes	2,198	6,352
Current Liabilities	\$ 99,145	\$ 125,504
Long-term debt	331,737	323,852
Other liabilities	4,887	4,513
Minority interest	8,976	942
+ Common stock	9,098	9,117
Add. paid-in capital	49,357	49,450
Retained earnings	45,890	61,249
Pos. curr. trans. adjust.	67	(526)
Notes receivable	(4,000)	(4,000)
Total Liabilities & Shareholders' Equity	\$ 545,157	\$ 572,101

* At lower of cost (principally average or FIFO) or market.
† Less accumulated depreciation and amortization.
‡ \$1 per value.

Statistical Summary

Sales to inventories	4.18	4.19
Debt to Equity	3.47	3.00
Working Capital	\$ 222,844,000	\$ 205,616,000
Current Ratio	3.25	2.99
Shareholders' Equity	\$ 100,412,000	\$ 115,290,000

Unitex Limited

59-63 Wang Wo Tsai Street
Tsuen Wan, New Territories, Hong Kong

Directors: Cheng Fur She, chairman & managing director;
Lee Chen Che, Liu Han Tang, Liu Han Liang, Richard Lee,
Philip Y. S. Cheng, David Y. D. Cheng, T. Y. Tam, secretary.

Business Activities: The principal activity of the Company is the manufacture of knitted fabrics and garments.

Subsidiaries:

Unitex Singapore Private Limited
Singapore
Textile manufacturers.

Mappin Singapore Private Limited
Singapore
Garment manufacturers.

Unitex (Sales) Limited
England
Garment wholesaler.

Mappin Limited
Hong Kong
Garment retailer and subcontractor.

Registration

Central Registration Hong Kong Limited
Hopewell Centre, 19th Floor
Queen's Road, East Hong Kong

Stock Exchange(s): Hong Kong

Sales & Earnings

	Net Sales	Net Income
1987	\$ 389,669,443	\$ 23,930,641
1986	279,090,057	(18,196,633)

	No. of Com. Shares	Earn. per Share
1987	10,000,000	\$ 2.40
1986	10,000,000	—

(Loss)
† Figures are stated in Hong Kong dollars.
‡ Excluding extraordinary items.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 1.00	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 95,847,745	\$ 9.58
1986	81,803,793	8.18

Income Account

Year ended June 30	1987	1986
Net sales	\$ 389,669,443	\$ 279,090,057
Cost of sales & expenses	339,896,514	275,784,731
Rental income	(492,066)	(1,439,859)
Interest income	(440,163)	(1,348,747)
Deferred income	(1,626,407)	(1,626,407)
Interest expense	10,519,198	10,397,008
Auditor's remuneration	760,763	764,341
Depreciation	11,055,151	12,195,374
Other interest expense	101,302	515,928
Amortization	1,433,310	1,944,321
Prov. for losses	1,230,000	—
Income (loss) before taxes	\$ 27,361,841	\$ (18,196,633)
Income taxes	3,311,300	—
Net Income (Loss)	\$ 23,950,641	\$ (18,196,633)
Extraord. loss	—	(30,924,488)
Net Income (Loss) & extraord. loss	\$ 23,950,641	\$ (69,121,121)

Assets

As of June 30	1987	1986
Cash	\$ 23,035,445	\$ 17,631,346
Accts. receiv. net	49,232,943	50,086,870
Other receivables	10,950,189	40,394,608
* Stocks	107,433,786	70,730,121
Loans curr.	972,563	463,556
Current Assets	\$ 194,644,928	\$ 179,296,501

\$ Fixed assets	124,567,951	124,811,321
Defer. charges	807,343	1,749,003
Intangibles	1,528,516	1,897,516
Loans	5,850,491	8,056,493
Total Assets	\$ 329,399,029	\$ 315,811,034

Liabilities

Notes payable	\$ 334,753	\$ —
Bank loans	114,253,318	109,351,237
Other loans	111,892	28,327,127
Accts. payable & accruals	83,542,830	77,881,750
Income taxes	4,800,000	1,488,800
Proposed dividend	10,000,000	—
Cur. Liabilities	\$ 213,042,793	\$ 217,048,914
Deferred income	13,011,256	14,637,663
Other liabilities	7,497,235	2,320,464
+ Common stock	20,000,000	20,000,000
Reserve	75,847,745	61,803,793

Total Liabilities & Shareholders' Equity	\$ 329,399,029	\$ 315,811,034
---	-----------------------	-----------------------

* At lower of cost and net realizable value.
 * Less accumulated depreciation.
 + HK\$2 par value.

Statistical Summary

% Income bef. Taxes	7.80	—
to Sales	6.15	—
% Net income to Sales	24.99	—
% Net income to Equity	3.63	3.95
Sales to Inventories	1.20	1.68
Debt to Equity	\$ 95,847,745	\$ 81,803,793
Shareholders' Equity		

VF Corporation

1047 North Park Road
 Wyomissing, Pennsylvania 19610
 (215) 378-1151

Officers: Lawrence R. Pugh, chairman of the board & chief executive officer; Robert E. Gregory, Jr., president & principal operating officer; Harold E. Addis, v.p.-human resources; Prakash C. Biddahl, v.p.-planning; Norman L. Cochran, v.p.-administration; Harold D. McKemy, v.p.-treasury & financial services; Janet J. Peters, v.p.-private label; Frederick J. Rowan, II, group v.p.-apparel; Lori M. Tarnowski, v.p. & secretary; Jerome M. Wiggins, v.p.-finance & chief financial officer; Louis J. Facile, asst. v.p.-employee benefits; Frank C. Pickard, III, treasurer; Prakash C. Bhatti, v.p.-operations/manufacturing; Kenneth E. Beyers, controller; Gary E. Dunham, asst. controller; Robert K. Shearer, asst. controller.

Directors: Lawrence R. Pugh*, chairman; William E. Pike*, Robert E. Gregory, Jr.*; Roger S. Hillas, Leon C. Holt, Jr., J. Berkley Ingram, Jr., Robert F. Longhena*, Robert D. Buzzel, William H. Blount, M. Rust Sharp, L. Dudley Walker, Barbara S. Feigen.

* Member of the Executive Committee

Business Activities: Designs, manufacturers and markets women's intimate apparel and knitted fleeced activewear, sportswear, jeanswear and casual apparel for men, women and children, and occupational apparel.

Trademarks and/or Brand Names: Lee, Woolssence, Snugglers, Dren Blue, Lee Riders, Ms. Lee, Ultracord, Bennett-Walker, God-shoots, Lollipop, Modern Globe, Beets, Bierbrook, Statler, Plunk, Hathaway, Willis & Geiger, Giribaud, Rustler, Jantzen, Wrangler, Jansport, Red Kap Industries, Big Ben by Wrangler, Sturdy Sweets, Cotton Works, Vanity Fair, Bright Line, v-neck, Double Brushed-Sheriva, Pepsi Apparel America, American Hero.

Divisions and Subsidiaries

Giribaud
 140 Blue Bell Road
 Greensboro, North Carolina 27406
 Manufactures fashion jeans.

Jantzen
 3425 West Packard Street
 Appintan, North Carolina 54913
 Manufacturers sportswear.

Wrangler
 335 Church Street
 Greensboro, North Carolina 27401
 Manufacturers jeanswear.

Jantzen
 411 N.E. 19th Street
 Portland, Oregon 97232
 Manufacturers swimwear, sportswear and sweaters.

Red Kap
 749 Massman Drive
 Nashville, Tennessee 37210
 Manufactures a wide variety of occupational uniforms and apparel as well as flame-retardant garments.

Vanity Fair Mills, Inc.
 640 Fifth Avenue
 New York, New York 10019
 Loungewear, sleepwear, lingerie and undergarments.

Lee Apparel Company, Inc.
 9001 West 6th Street
 Merriam, Kansas 66202
 Western, leisure and work apparel for both men and women. Labels include Lee, Lee Leans, Lee Leasures, Ms. Lee, Lee Riders and Lady Lee clothing for men, women and children.

VF International Division, Inc.
 1047 North Park Road
 Wyomissing, Pennsylvania 19610
 Markets Lee and Vanity Fair products overseas.

Bennett & Walker, Inc.
 P.O. Box 5423-Walker Road
 Martinsville, Virginia 24115
 Knitted, fleeced activewear such as sweatshirts, sweat-pants, jogging suits and jackets for men, women and children.

Modern Globe, Inc.
 902-914 Elkin Highway
 North Wilkesboro, North Carolina 28659
 Women's cotton panties and cotton knit sleepwear; men's cotton tee shirts and undershorts

Transfer Agent(s)

Morgan Shareholder Services Trust Company
 30 West Broadway
 New York, New York 10007

Stock Exchange(s): New York**Ticker Symbol:** VFC**Sales & Earnings**

	Net Sales	Net Earnings
1987	\$ 2,573,762,000	\$ 179,694,000
1986	1,544,574,000	136,458,000
1985	1,481,182,000	139,417,000
1984	1,167,356,000	124,746,000
1983	1,100,956,000	119,401,000
	No. of Com. Shares	Earn. per Share
1987	67,793,000	\$ 2.65
1986	61,067,702	2.16
1985	61,963,196	2.23
1984	63,706,098	1.96
1983	65,583,580	1.82

† Restated to reflect change in accounting for income taxes.
 ‡ Based on the average number of shares outstanding adjusted to reflect stock splits.

Revenues by Line of Business (000's)

	1987	1987
Jeanswear	\$ 1,530,314	\$ 905,982
Sportswear	492,624	309,102
Intimate apparel	269,469	261,187
Occupational apparel	261,355	66,303
Total	\$ 2,573,762	\$ 1,544,574

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 0.75	—	—
1986	0.66	—	2-for-1
1985	0.58	—	—
1984	0.52	—	—
1983	0.43	—	2-for-1

+ Adjusted to reflect stock splits.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 980,591,000	\$ 14.46
1986	831,249,000	13.18
1985	554,223,000	8.94
1984	441,370,000	6.93
1983	399,911,000	6.10

† Restated.
 ‡ Based on the average number of shares outstanding adjusted to reflect stock splits.

Income Account* (000's)

Year ended	1/2/88	1/3/87
Net sales	\$ 2,573,762	\$ 1,544,574
Cost of sales	1,738,773	1,002,856
Expenses	456,383	278,175
Interest income	(9,955)	(5,434)
Interest expense	60,586	23,753
Other income	(5,770)	(4,219)
Income before taxes	\$ 311,745	\$ 249,443
Income taxes	134,051	112,985
Net income	\$ 179,694	\$ 136,458

* Included in Costs and Expenses. Depreciation: \$70,573,000 in 1987 and \$43,975,000 in 1986.
 ‡ Restated.

Assets (000's)

As of	1/2/88	1/3/87
Cash & investments	\$ 112,120	\$ 126,097
Accts. receiv., net	285,370	267,368
* Inventories	493,024	465,988
Other curr. assets	21,524	17,611
Current Assets	\$ 912,038	\$ 877,064
\$ Fixed assets	507,106	488,898
Intangibles	448,512	487,557
Other assets	38,000	44,263
Total Assets	\$ 1,925,656	\$ 1,897,782

Liabilities (000's)

Notes payable	\$ 109,853	\$ 169,840
Long-term debt, curr.	111,918	82,427
Accts. payable	50,445	111,848
Accrued payroll	30,834	26,473
Income taxes	14,536	10,124
Deferred inc. taxes	38,774	12,930
Other curr. liabilities	67,645	41,224
Cur. Liabilities	\$ 463,993	\$ 452,876

VF Corporation

Long-term debt	322,888	437,538
Other liabilities	158,184	176,099
+Common stock	67,940	67,556
Add. paid-in capital	212,869	207,421
Translation adjust.	8,396	(6,282)
Retained earnings	691,386	562,554

Total Liabilities & Shareholders' Equity	\$ 1,925,636	\$ 1,897,782
--	--------------	--------------

† Restated.

* At lower of cost (LIFO & FIFO) or market.

Less accumulated depreciation.

+ No par value.

Statistical Summary

%Income bef. Taxes to Sales	2.19	16.15
%Net income to Sales	6.98	8.83
%Net income to Equity	18.33	16.42
Sales to Inventories	3.22	3.31
Debt to Equity	0.56	0.83
Working Capital	\$ 448,045,000	\$ 424,188,000
Current Ratio	1.97	1.94
Shareholders' Equity	\$ 980,591,000	\$ 831,249,000

Warnaco Group, Inc.

Became a privately held corporation in May 1986.

11111 Santa Monica Boulevard
Los Angeles, California 90025
(213) 473-0032

Warnaco, Inc.
90 Park Avenue
New York, New York 10016
(212) 661-1300

350 Lafayette Street
Bridgeport, Connecticut 06601
(203) 579-8272

Officers: Andrew G. Galef, chairman; Linda J. Wachner, president; Robert D. Walter, exec. v.p. & chief financial officer; Jay A. Berman, treasurer & asst. secretary; Wesley R. Card, corp. controller; Stanley P. Silverstein, secretary & general counsel; Allen Finkensaur, v.p.-taxes; Edward F. Keene, asst. corp. controller.

Directors: Andrew G. Galef, chairman; Linda J. Wachner, Frederick R. Adler, Bruce I. Raben, Robert D. Walter.

Business Activities: Diversified manufacturer and marketer of apparel. Men's wear includes 'Puritan' and 'Thane' sport shirts and sweaters; 'Hathaway' dress and sport shirts; 'Christian Dior' dress shirts, sweaters, sportswear; 'Chaps by Ralph Lauren' dress and sport shirts and ties; and 'Pringle of Scotland' sweaters and knit shirts. Women's wear includes 'White Stag' sportswear, 'Warner's' intimate apparel; 'Hathaway for Women' woven shirts, sweaters and coordinates; 'Geoffrey Beene' sweaters, knitwear and coordinates; 'Pringle of Scotland' sweaters and knit coordinates; and 'Olga' and 'Olga Christina' intimate apparel. Activewear includes 'Spalding' swimwear and accessories; 'White Stag' skiwear; 'Spalding' sportswear; and 'Jack Nicklaus' casual wear.

The Company's Outlet Store Division operates 55 retail stores which sell excess and out-of-season off price apparel products to the general public.

Trademarks and/or Brand Names: Hathaway, White Stag, Puritan, Speedo, Christian Dior, Chaps by Ralph Lauren, Thane, Warner's, Pringle of Scotland, Olga, Olga Christina, Geoffrey Beene, Jack Nicklaus, Spalding, Hathaway for Women.

Plant Locations: Long Island City, NY; Allentown, PA; Waterville, Maine; Sylva, TN; Thomasville, GA; Barbourville, KY; Van Nuys, CA; Santa Paula, CA; Chocoma, OK; Murfreesboro, TN; Ciales, Agaña, Ponce, San Juan, Puerto Rico; Dothan, AL; Alajuela, Costa Rica; La Romana, Dominican Republic; Puerto Cortes, Honduras; Juarez, Mexico; Toluca & San Luis, Mexico; Montreal, Quebec, Canada; Ottawa & Prescott, Ontario, Canada; Southampton & Peterborough, England; Keady & Dromore, Northern Ireland.

Divisions

Menswear Division
Womenswear Division
Intimate Apparel Division
International Division
Outlet Store Division

Subsidiaries

Warnaco Inc.
Warnaco International Inc.
Warnaco Limited
Warnaco de Costa Rica Inc.
Warnaco Men's Sportswear Inc.
Warnaco of Canada Limited
Warnaco Outlet Stores Inc.
Warnaco Sourcing Inc.
Warnaco Sourcing Limited
Warnaco Limited
Warner's Aiglon, S.A. (France)
Warner's Company (Belgium) S.A.
Warner's de Costa Rica Inc.
Warner's de Honduras, S.A.
Warner's de Mexico, S.A. de C.V.
Warner's (U.K.) Ltd.

NOTE: The Warnaco Group, Inc. was incorporated in Delaware on Mar. 14, 1986 and on May 10, 1986 acquired substantially all of the outstanding shares of Warnaco Inc. Warnaco is the principal operating subsidiary of the Warnaco Group.

Sales & Earnings

	Net Sales	Net Income
1987*	\$ 391,977,000	\$ (39,046,000)
1986+†	198,053,000	(4,336,000)
1985†	591,285,000	22,523,000
1984†	561,391,000	20,474,000
1983†	497,260,200	28,342,000

	No. of Com. Shares	Earn. per Share †
1987*	2,000,000	\$ —
1986+†	N.A.	—
1985†	N.A.	2.20
1984†	N.A.	2.02
1983†	N.A.	2.80

(Loss)

N.A. - Not Available.

* 8 months.

+ 5 months.

† Predecessor company.

‡ Based on the average number of common shares and common share equivalents outstanding.

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ (21,449,000)	\$ —

(Deficiency)

Income Account *

Year ended Jan. 3	1987 (8 months)
Net sales	\$ 391,977,000
Cost of sales	282,665,000
Expenses	104,303,000
Interest expense	42,373,000
Loss before taxes	\$ (37,364,000)
Income taxes	1,682,000
Net Loss	\$ (39,046,000)

* Included in Costs and Expenses. Depreciation and Amortization: \$17,145,000 in 1987.

Assets

As of Jan. 3	1987
Cash & time deposits	\$ 21,797,000
Accts. receiv., net	97,111,000
*Inventories	93,009,000
Property held for sale	4,000,000
Prepaid expenses	6,692,000

Current Assets	\$ 222,609,000
#Fixed assets	113,937,000
Deferred fin. costs	36,519,000
Licensed trademarks	77,548,000
Intangibles	169,848,000

Total Assets	\$ 620,481,000
--------------	----------------

Liabilities (000's)

Notes payable	\$ 4,136,000
Long-term debt, curr.	30,466,000
Accts. payable & accruals	43,309,000
Accrued compensation	15,851,000
Other accruals	24,736,000
Income taxes	35,983,000

Cur. Liabilities	\$ 154,679,000
Long-term debt	444,236,000
Other liabilities	1,715,000
Redeem preferred stock	41,900,000

+Common stock:	
Class B	15,000
Class A	5,000
Add. paid-in capital	19,980,000
Com. trans. adjust.	347,000
Retained earnings (def.)	(41,796,000)

Total Liabilities & Shareholders' Equity	\$ 620,481,000
--	----------------

* At lower of cost (FIFO) or market.

Less accumulated depreciation.

+ \$0.01 par value.

Statistical Summary

Sales to Inventories	4.21
Working Capital	\$ 68,130,000
Current Ratio	1.44
Shareholders' Equity (Deficiency)	\$ (21,449,000)

West Point-Pepperell, Inc.

400 West Tenth Street
West Point, Georgia 31833
(404) 645-4000

Officers: Joseph L. Lanier, Jr., chairman of the board; Donald J. Keller, president; Robert L. Brightman, v.p.-synthetic fiber purchasing; Charles H. Crowder, Jr., v.p.-mfg.; Robert L. Allen, v.p.-cotton purchasing; Conrad M. Fowler, v.p.-public affairs; D. Michael Roski, v.p.-human resources; Clayton H. Sowers, v.p.-finance; Clifford E. Wilson, asst. controller; Charles M. Reeves, Jr., asst. treas.-credit; Marshall N. Morton, v.p. & controller; C. Powers Dorsett, Jr., secretary & general counsel; Berry F. Shea, treasurer; Harry L. Goodrich, asst. secretary & asst. legal counsel.

Directors: Joseph L. Lanier, Jr., Harry M. Philpott, Yetta G. Sanford, Jr., Charles E. Woodruff, Clarence Kjerfve, W. Cecil Bauer, Raymond H. Herzig, Gerald B. Mitchell, C. McKenzie Taylor, Henry H. Henley, Jr., Donald Keller.

Business Activities: Produces fabrics for industrial, apparel and household uses, using both natural and man-made fibers; manufactures towels, sheets, blankets, bedspreads, comforters, carpets and rugs; manufactures and markets a variety of apparel and related items.

Textile Trademarks and/or Brand Names: West Point Pepperell, Martex, Lady Pepperell, Pepperell, Super Blend Denim, Fairfax, Alameda, Velux, Arrow, Gold Ties, Burberry's Colours by Alexander Julian, Saturdays, Lazor, Pima Collection, Testra

Divisions:

Plants are located in Shawmut, Ala.; New Braunfels, Tex.; Lindale, Ga.; Ahsokie, Clinton, Elizabethtown, Hamilton, Lumberton, North Carolina; Anderson, South Carolina; Mission Vieja, San Jose, Costa Rica.

Apparel Fabric Division

1221 Avenue of the Americas
New York, New York 10020
(212) 382-5000

Plants are located in Shawmut, Ala.; New Braunfels, Tex.; Lindale, Ga.; Ahsokie, Clinton, Elizabethtown, Hamilton, Lumberton, North Carolina; Anderson, South Carolina; Mission Vieja, San Jose, Costa Rica.

Consumer Products Division

1221 Avenue of the Americas
New York, New York 10020
(212) 382-5000

Engaged in the manufacture of sheeting and corduroy and yarn dyed shirtings. Plants are located in Abbeville, Huguley, Fairfax, Lanett, Opelika, and River View, Ala.; LaGrange, Ga.; Blodgett, Me.; Keyville, Va.; Chipley, Fla.; New Braunfels, Texas.

Industrial Fabric Division

400 W. 10 Street
West Point, Georgia 31833
(404) 645-4000

Plants are located in Langdale, Lanett, Fairfax and Shawmut, Ala.; LaGrange and Columbus, Ga.; DeWitt, Iowa; Pulaski, and Dublin, Va.

International Division

1221 Avenue of the Americas
New York, New York 10020
(212) 382-5000

Subsidiaries:

Cluett, Peabody & Co., Inc.

510 Fifth Avenue
New York, New York
(212) 930-3000

Markets a variety of apparel and related items, operating in three basic areas: brand-name merchandise, private label and chain store merchandise and international and licensing.

Arthur Sanderson Companies

United Kingdom

Product line includes wall coverings, upholstery, drapery materials, and carpeting.

Transfer Agent(s):

Trust Company Bank

Corporate Trust Department
P.O. Box 4625
Atlanta, Georgia 30302

Stock Exchange(s): New York

Ticker Symbol: WPM

Sales & Earnings

	Net Sales +	Net Income
1987	\$ 1,703,531,000	\$ 71,586,000
1986	1,494,166,000	54,465,000
1985*	884,644,000	28,361,000
1984	1,022,482,000	55,725,000
1983	928,790,000	52,327,000
	No. of Com. Shares †	Earn. Per Share ‡
1987	31,487,754	\$ 2.38
1986	29,201,914	2.04
1985*	20,636,540	1.37
1984	20,590,170	2.70
1983	20,661,136	2.56

* 53 weeks.

+ Of continuing operations only.

† Adjusted to reflect stock split.

‡ Based on the weighted average number of shares outstanding adjusted to reflect stock split.

Revenues by Line of Business
(000's)

	1987	1986
Apparel fabrics	\$ 286,200	\$ 302,100
Household fabrics	541,400	467,200
Industrial fabrics	122,800	172,900
Apparel	748,200	547,700
Other	4,900	4,300
Total	\$ 1,703,500	\$ 1,494,200

Common Stock

	Cash Dividend +	Stock Dividend	Stock Split
1987	\$ 1.125	—	2-for-1
1986	1.125	—	—
1985	1.10	—	—
1984	1.10	—	—
1983	0.98	—	—

Adjusted to reflect stock split

Common Stock Equity

	Total Equity	Equity Per Share †
1987	\$ 786,294,000	\$ 24.97
1986	674,977,000	23.11
1985	461,436,000	22.36
1984	454,868,000	22.09
1983	424,718,000	20.36

Adjusted to reflect stock split.

Income Account
(000's)

Year ended	9/26/87	9/27/86
Net sales	\$ 1,703,531	\$ 1,494,166
Cost of sales	1,218,844	1,093,051
Depreciation & amort.	55,719	54,003
Expenses	272,604	226,153
Oper. income	\$ 146,364	\$ 120,957
Interest expense	38,518	34,066
Other income	(6,092)	(1,966)
Income before taxes	\$ 122,938	\$ 88,857
Income taxes	55,496	45,685
Invest. tax credit	314	(3,365)
Inc.-cost. oper.	\$ 68,128	\$ 46,537
Inc.-discont. oper.	3,458	7,928
Net Income	\$ 71,586	\$ 54,465

Assets
(000's)

As of	9/26/87	9/27/86
Cash	\$ 17,721	16,591
Marketable securities	25,257	20,993
Accts. receiv., net	395,415	372,434
*Inventories	341,109	374,078
Prepaid expenses	19,475	13,459
Assets held for dispos.	134,063	19,827
Current Assets	\$ 933,040	\$ 817,382
Investments	52,407	40,921
*Fixed assets	412,293	413,315
Exc. purch. price over assets acq.	165,642	170,617
Total Assets	\$ 1,563,382	\$ 1,442,235

Liabilities
(000's)

Notes payable	\$ 104,329	123,121
Long-term debt, curr.	9,318	9,661
Accts. payable	142,067	116,519
Accruals	86,981	89,101
Income taxes	—	20,901
Curr. Liabilities	\$ 342,695	359,303

Long-term debt	309,098	311,740
Deferred compensation	16,200	12,789
Deferred inc. taxes	78,918	62,275
Other liabilities	30,177	21,148
+Common stock	157,439	173,005
Add. paid-in capital	139,981	170,482
Retained earnings	468,874	431,490

Total Liabilities & Shareholders' Equity \$ 1,563,382 \$ 1,442,235

* Principally at cost (LIFO); remainder at lower of cost (FIFO) or market.

† Less accumulated depreciation.

+ \$5 par value.

Statistical Summary

%Net Income to Equity	9.10	8.07
Sales to Inventories	4.99	3.99
Debt to Equity	0.34	0.66
Working Capital	\$ 590,345,000	\$ 458,079,000
Current Ratio	2.72	2.27
Shareholders' Equity	\$ 786,294,000	\$ 674,977,000

Wickes Companies, Inc.

3340 Ocean Park Boulevard
P.O. Box 4056
Santa Monica, California 90405
(213) 452-0161

Officers: Sanford C. Sigoloff, chairman of the board, president & chief exec. officer; Wilhelm A. Mallory, sr. exec. v.p. & chief financial officer; Lawrence P. Friedman, sr. v.p. human resources; Seymour Strasberg, sr. v.p. strategic planning; Ronald D. Strongwater, sr. v.p. real estate; James M. Van Tatenhove, sr. v.p. administration; James N. Castlesberry, v.p. controls evaluation and compliance; Michael S. Strick, sr. v.p. communications; Michael Jamieson, v.p. & controller; Ervin J. Bolka, v.p. & treasurer; Alvin O. Segel, sr. v.p., general counsel & secretary; Raymond J. Byrne, v.p.; Robert S. Fenton, v.p.-tax; Bill J. Mann, v.p.-data services.

Directors: Sanford C. Sigoloff, chairman; Rita E. Hauser, Ellsworth L. Johnson, Preston Silbaugh, Wilhelm Mallory, Sanford Kaplan, Peter Sweet, Edmund M. Kaufman.

Business Activities: Through its Collins & Aikman Corporation subsidiary, the Company manufactures upholstery, carpet, specialty textiles and yarns, wallcoverings, and warp knit fabrics. Retail operations include the Company's Builders Emporium subsidiary, which operates home improvement centers in five western states; Orchard Supply Hardware Division, which operates 29 hardware stores in northern California; and Wickes Furniture, which sell home furnishings through 20 warehouse showrooms and two budget and clearance centers. Other business activities include the manufacture of a wide range of electrical/electronic products, the distribution of automobile parts, and finance activities.

Textile Trademarks and/or Brand Names: Carefree, Color House, Eligere, Four Seasons, Greeff, Hunting Valley, Imperial, Katzenbach & Warren, Kinsey Wallcoverings, Milbrook, Powerbond, Stamp Out Stains, United, Van Luit.

Divisions and Subsidiaries:

Collins & Aikman Corporation
210 Madison Avenue
New York, New York 10016
(212) 578-1200

Builders Emporium
2162 Michelson Drive
Irvine, California 92715
(714) 975-0808

Wickes Furniture
351 West Dundee Road
Wheeling, Illinois 60090
(312) 541-0100

Orchard Supply Hardware

Wickes Companies, Inc.

Transfer Agent(s):

The Bank of New York
90 Washington Street
New York, New York 10286

Stock Exchange(s): New York

Ticker Symbol: WIX

Sales & Earnings

	Net Sales + (000's)	Net Income \$ (000's)
1988	\$ 3,476,861	\$ 180,511
1987	2,147,879	83,750
1986	939,360	78,130
1985	323,044	296,536
1984	299,404	24,794

	No. of Com. Shares \$	Earn. per Share \$
1988	47,815,000	3.68
1987	39,770,000	1.65
1986	19,662,000	2.35
1985	2,922,000	101.48
1984	2,877,000	8.62

(Loss)

+ Of continuing operations only.

Including extraordinary gains of \$42,988,000 (\$0.90 per share) in 1988, \$9,861,000 (\$0.25 per share) in 1987, \$35,482,000 (\$1.81 per share) in 1986, \$279,522,000 (\$95.65 per share) in 1985 and \$11,618,000 (\$4.05 per share) in 1984.

‡ Based on the average number of common shares and common share equivalents outstanding adjusted to reflect reverse stock split.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1988	—	—	1-for-5

Common Stock Equity

	Total Equity	Equity Per Share +
1988	\$ 1,191,216	\$ 24.91
1987	1,011,022	25.42
1986	516,902	26.29
1985	340,333	116.47
1984	(207,680)	—

(Deficiency)

‡ After allowing for preferred stock at liquidation value of \$40 per share.

+ Based on the average number of common shares and common share equivalents outstanding adjusted to reflect reverse stock split.

Income Account (000's)

Year ended	1/30/88	1/31/87
Net sales	\$ 3,476,861	\$ 2,147,879
Cost of sales	2,304,057	1,489,271
Expenses	698,572	517,905
Interest expense	205,124	109,545
Gain on sale of eq. secur.	—	(38,412)
Income before taxes	\$ 69,108	\$ 69,570
Income taxes	27,531	21,174
Income-cont. oper.	\$ 41,577	\$ 48,396
Income-discont. oper.	95,946	25,493
Net income	\$ 137,523	\$ 73,889
Extraordinary gain	42,988	9,861
Net income & extraord. gain	\$ 180,511	\$ 83,750

* Included in Costs and Expenses, Depreciation and Amortization: \$119,768,000 in 1988 and \$62,703,000 in 1987.

Assets (000's)

As of	1/30/88	1/31/87
Cash & short-term invest.	\$ 51,292	\$ 158,424
Receiv., net	581,827	799,473
*Inventories	645,865	1,093,584
Assets of discont. oper.	647,130	20,343
Other curr. assets	81,697	78,847
Current Assets	\$ 2,007,811	\$ 2,150,671
*Fixed assets	766,905	1,023,105
Other assets	125,195	149,450
Investments & other receiv.	59,433	41,197
Purch. price in exc. of assets acq.	1,064,736	1,052,442
Total Assets	\$ 4,024,080	\$ 4,416,865

Liabilities (000's)

Notes payable	\$ 267,811	\$ 25,185
Long-term debt	340,058	25,470
Accts. payable	273,988	397,185
Accruals	343,220	497,485
Other liabilities	21,895	9,673
Curr. Liabilities	\$ 1,266,972	\$ 954,998
Long-term debt	1,358,295	2,256,353
Cap. lease oblig.	50,253	56,596
Deferred inc. taxes	112,094	92,646
+ Preferred stock	181	181
+ Common stock	4,777	23,905
Add. paid-in capital	976,768	958,699
Retained earnings	236,488	60,501
For. curr. trans. adjust.	18,252	12,986
Total Liabilities & Shareholders' Equity	\$ 4,024,080	\$ 4,416,865

* At lower of cost (FIFO, average or retail) or market, not in excess of net realizable value.

Less accumulated depreciation and amortization.

+ \$0.10 per value.

Statistical Summary

%Net Income to Equity	11.12	7.00
Sales to Inventories	5.38	1.96
Debt to Equity	1.65	2.24
Working Capital	\$ 740,539,000	\$ 1,195,673,000
Current Ratio	1.58	2.25
Shareholders' Equity	\$ 1,236,466,000	\$ 1,056,272,000

The William Carter Company

963 Highland Avenue
Needham Heights, Massachusetts 02194
(617) 444-7500

Officers: Manson H. Carter, chairman of the board & chief exec. officer; Richard G. Holland, Jr., president & chief operating officer; James B. Haymes, sr., p.-finance; James F. Mulcahy, Jr., sr. v.p.-sales; Norman A. Cohen, sr. v.p.-manufacturing; William H. Carter, II, sr. v.p.-international; L. Paul Seal, v.p.-human resources; John G. Heald, v.p.-national accounts; Richard P. Kirchner, v.p.-corporate planning; Jeremy R. Serwer, v.p.-Retail Division; Jack M. LaHargous, v.p.-sales, Southern Region; Robert L. White, v.p.-sales, Midwestern Region; L. Terry Louis, v.p.-sales, Eastern Region; Donald J. Griffin, exec. v.p.-marketing; John A. MacEachern, v.p.-sales, Western Region; Thomas A. Moore, treasurer; Fred L. Morse, asst. treasurer & asst. secretary; Manuel Tarano, controller; Stephen W. Carter, clerk.

Directors: Richard G. Holland, Jr., Dana P. Carter, Manson H. Carter, Richard O. Howe, Richard W. Southgate, James B. Haymes, William H. Carter, II, Donald J. Griffin, Ellis E. Meredith.

Business Activities: Engaged in the production and sale of infantwear and playwear, sleepwear and underwear for children, under the brand name of 'Carter's'. The Company knits the fabric used in the production of its garments. Operates 58 outlet stores which sell Carter products.

Trademarks and/or Brand Names: Carter's, Dior

Plant Location(s): Barnesville (2), Edison, Forsyth, Fort Gaines, Griffin, Milner, Thomaston & Sandersville, Ga.; Senatobia, Vicksburg, Centerville, Miss.; Raymondville, Harlingen & Lyford, Tex.

Transfer Agent(s):

The William Carter Company
Needham Heights, Massachusetts 02194

Stock Exchange(s): Over-the-Counter

Sales & Earnings

	Net Sales	Net Income +
1987	\$ 199,128,000	\$ 5,826,000
1986	184,989,000	206,000
1985	211,453,000	3,063,000
1984	219,230,000	5,543,000
1983	210,000,000	7,585,000

	No. of Com. Shares ‡	Earn. per Share ‡ +
1987	1,733,912	3.36
1986	1,727,732	0.12
1985	1,734,564	1.78
1984	1,717,637	3.23
1983	1,696,723	4.47

+ Including extraordinary gain of \$1,751,000 (\$1.02 per share) in 1984.

‡ Based on the weighted average number of common shares and common share equivalents outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend ‡	Stock Dividend	Stock Split
1987	\$ 0.80	—	—
1986	0.80	—	—
1985	0.80	—	—
1984	0.77 1/3	—	3-for-2
1983	0.67 1/3	—	—

‡ Adjusted to reflect stock split.

Common Stock Equity

	Total Equity	Equity Per Share ‡
1987	\$ 1,733,912	\$ 44.56
1986	72,844,000	42.08
1985	73,900,000	42.83
1984	72,254,000	41.89
1983	67,740,000	39.73

‡ Adjusted to reflect stock split.

Income Account*

Year ended	1/2/88	1/3/87
Net sales	\$ 19,128,000	\$ 184,989,000
Cost of sales	146,388,000	133,799,000
Expenses	44,350,000	47,920,000
Interest expense	3,678,000	4,304,000
Other income	(539,000)	(999,000)
Income before taxes	\$ 5,051,000	\$ 275,000
Income taxes	2,551,000	69,000
Change in acctg. method	3,326,000	—
Net income	\$ 5,826,000	\$ 206,000

* Included in Costs and Expenses, Depreciation: \$4,888,000 in 1987 and \$4,689,000 in 1986.

Assets		
As of	1/2/88	1/3/87
Cash	\$ 2,347,000	\$ 493,000
Short-term invest.	4,500,000	—
Accts. receiv., net	20,244,000	18,168,000
*Inventories	69,205,000	74,068,000
Prepaid expenses	1,586,000	2,833,000
Current Assets	\$ 97,882,000	\$ 95,562,000
#Fixed assets	29,982,000	31,882,000
Construc. funds held in escrow	381,000	671,000
Cap. leases	3,493,000	3,813,000
Total Assets	\$ 131,738,000	\$ 131,928,000

Liabilities		
Notes payable	\$ 2,775,000	\$ 2,836,000
Accts. payable	8,497,000	6,011,000
Accruals	5,999,000	5,545,000
Inc. taxes payable	406,000	—
Other liab.	3,230,000	2,677,000
Curr. Liabilities	\$ 20,907,000	\$ 17,069,000
Notes payable	28,065,000	35,118,000
Deferred inc. taxes	5,427,000	6,897,000
+Common stock	8,698,000	8,672,000
Add. paid-in capital	286,000	234,000
Retained earnings	68,486,000	64,047,000
Treasury stock	(127,000)	(109,000)
Total Liabilities & Shareholders' Equity	\$ 131,738,000	\$ 131,928,000

* At lower of cost (FIFO) or market.
Less accumulated depreciation.
+ \$5 par value.

Statistical Summary

%Income bef. Taxes to Sales	2.54	0.15
%Net Income to Sales	2.93	0.11
%Net Income to Equity	7.53	0.28
Sales to Inventories	2.88	2.50
Debt to Equity	0.40	0.51
Working Capital	\$ 76,979,000	\$ 78,493,000
Current Ratio	4.68	5.60
Shareholders' Equity	\$ 77,343,000	\$ 72,844,000

Winjak, Inc.

(formerly Jack Winter, Inc.)

8100 North Teutonia Avenue
Milwaukee, Wisconsin 53209
(414) 357-4840

Officers: Jack A. Winter, chairman of the board & chief executive officer; Jack R. Winter, president & treasurer; Ken J. Pleimann, v.p.-finance & secretary; Michael Winter, v.p. & pres.-Jack Winter Apparel, Inc.; Richard H. Miller, asst. secretary.

Directors: Jack A. Winter, Jack R. Winter, Michael Winter, Gerald F. Lahay, Robert J. Maier, Elmer L. Winter.

Business Activities: Engaged in the production and sale of women's sportswear, including skirts, shirt jackets, coordinates, blazers, pants, and cardigans.

Trademarks and/or Brand Names: Jack Winter, Clothesworks.

Plant Location(s): Milwaukee, Wis.

Subsidiary:

Jack Winter Apparel, Inc.

Transfer Agent(s):

First Wisconsin Trust Company
Milwaukee, Wisconsin

Stock Exchange(s): New York

Ticker Symbol: WJI

Sales & Earnings

	Net Sales +	Net Income †
1987	\$ 41,575,000	\$ (17,232,000)
1986	46,979,000	(748,000)
1985	40,488,000	1,571,000
1984	47,950,000	(10,375,000)
1983	41,047,000	1,441,000
	No. of Com. Shares	Earn. per Share ‡
1987	3,645,608	\$ —
1986	3,645,608	—
1985	3,645,521	0.43
1984	3,645,445	—
1983	3,641,320	0.39

(Loss)

+ Of continuing operations only.

† Including extraordinary gains of \$174,000 (\$0.16 per share) in 1985, \$603,000 (\$0.17 per share) in 1984 and \$160,000 (\$0.04 per share) in 1983.

‡ Based on the average number of common shares and common share equivalents outstanding.

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1987	\$ 0.215	—	—
1986	0.31	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1987	\$ 701,000	\$ 0.19
1986	18,288,000	5.02
1985	19,597,000	5.38
1984	18,026,000	4.94
1983	28,887,000	7.93

Income Account *

Year ended	1/2/88	1/3/87
Net sales	\$ 41,575,000	\$ 46,979,000
Cost of sales	37,940,000	32,434,000
Expenses	18,833,000	15,124,000
Prov. for plant clos.	800,000	—
Interest expense	611,000	188,000
Loss (gain) on invest.	578,000	(54,000)
Loss before taxes	\$ (17,187,000)	\$ (693,000)
Income taxes	45,000	55,000
Net Loss	\$ (17,232,000)	\$ (748,000)

* Included in Costs and Expenses, Depreciation: \$1,037,000 in 1987 and \$913,000 in 1986.

Assets

As of	1/2/88	1/3/87
Cash & cash equiv.	\$ 538,000	\$ 575,000
Market securities	—	4,455,000
Accts. receiv., net	1,009,000	4,487,000
*Inventories	5,455,000	15,706,000
Prepaid expenses & other assets	281,000	397,000
Current Assets	\$ 7,283,000	\$ 25,620,000
#Fixed assets	4,410,000	6,191,000
Invest. in securities	—	1,669,000
Other assets	387,000	438,000
Total Assets	\$ 12,080,000	\$ 33,918,000

Liabilities

Notes payable	\$ 6,363,000	\$ 11,041,000
Accts. payable	2,619,000	3,345,000
Dividends payable	—	190,000
Reserve for stock clos.	800,000	—
Accrued payroll & fringe benefits	322,000	568,000
Other accruals	342,000	245,000
Curr. Liabilities	\$ 10,446,000	\$ 15,389,000
Cap. lease oblig.	161,000	163,000
Deferred comp.	572,000	78,000
+Common stock:		
Class A	3,811,000	3,811,000
Class B	2,137,000	2,164,000
Add. paid-in capital	313,000	313,000
Retained earnings (deficit)	(2,031,000)	15,356,000
Treasury stock	(3,529,000)	(3,556,000)
Total Liabilities & Shareholders' Equity	\$ 12,080,000	\$ 33,918,000

* At lower of cost (FIFO) or market.
Less accumulated depreciation.
+ \$1 par value.

Statistical Summary

Sales to Inventories	7.62	2.99
Debt to Equity	9.31	0.61
Working Capital	—	\$ 10,231,000
Current Ratio	—	1.66
Shareholders' Equity	\$ 701,000	\$ 18,288,000

Wm. E. Wright Co.

West Warren, Massachusetts 01092
(413) 436-7732

Officers: Daniel C. Ferguson, chairman; John J. Lynch, president; Clarence R. Davenport, v.p. & treasurer; William T. Alldredge, v.p.; Donald L. Krause, v.p.; William K. Doppstadt, v.p.; Roland E. Knecht, secretary.

Directors: Daniel C. Ferguson, chairman; William T. Alldredge, John B. Caron, Alphonsus J. Donahue, Donald L. Krause, A. John Wright, William N. Wright, Jr.

Business Activities: Manufactures apparel tapes and trimmings for apparel manufacturers and for the home sewing market; decorator trimmings for home furnishing manufacturers and for the home sewing market; and gift ties and bows.

Plant Locations: West Warren, Mass.; Williamsport, Pa.; Scarborough, Ontario, Canada.

Trademarks and/or Brand Names: Wrights, Trimtex.

Divisions:

Trimtex Company
Williamsport, Pennsylvania
Manufactures and markets knitted, woven and braided trimmings.

Wrights of Canada Ltd.
Scarborough, Ontario, Canada
Manufactures and distributes trimmings, ribbons and home furnishings for use in both consumer and industrial markets throughout Canada.

Transfer Agent(s):

The First National Bank of Boston
Boston, Massachusetts

Stock Exchange(s): Over-the-Counter

Ticker Symbol: WRIT (NASDAQ)

Sales & Earnings

	Net Sales	Net Income
1986	\$ 48,240,000	\$ (806,000)
1985	52,146,000	1,463,000
1984	55,447,000	1,845,000
1983	58,309,000	3,131,000
1982	61,425,000	3,671,000

	No. of Com. Shares †	Earn. per Share ‡
1986	2,112,000	\$ —
1985	2,110,000	0.69
1984	2,089,000	0.88
1983	2,071,000	1.51
1982	2,173,000	1.69

(Loss)
 † Based on the average number of shares outstanding.

Revenues by Line of Business

	1986	1985
Apparel tops, trimsings & accessories	\$ 41,603,000	\$ 45,830,000
Decorative packaging	6,637,000	6,316,000
Total	\$ 48,240,000	\$ 52,146,000

Common Stock

	Cash Dividend	Stock Dividend	Stock Split
1986	\$ 0.48	—	—
1985	0.38	—	—
1984	0.38	—	—
1983	0.35	—	—
1982	0.31	—	—

Common Stock Equity

	Total Equity	Equity Per Share
1986	\$ 27,102,000	\$ 12.83
1985	29,248,000	13.85
1984	28,553,000	13.57
1983	27,383,000	13.24
1982	24,969,000	12.07

Income Account *

	1986	1985
Year ended June 30		
Net sales	\$ 48,240,000	\$ 52,146,000
Cost of sales	30,053,000	31,247,000
Expenses	15,968,000	18,446,000
Interest expense	3,861,000	—
Other income	(249,000)	(27,000)
Income (loss) before taxes	\$ (1,393,000)	\$ 2,460,000
Income taxes (credit)	(587,000)	997,000
Net Income (Loss)	\$ (806,000)	\$ 1,463,000

* Included in Costs and Expenses, Depreciation and Amortization: \$1,362,000 in 1986 and \$1,280,000 in 1985.

Assets

As of June 30	1986	1985
Cash and cash equivalents	\$ 1,127,000	\$ 118,000
Short-term invest.	6,255,000	2,524,000
Accts. receiv., net	6,622,000	8,133,000
Inventory	12,839,000	16,928,000
Deferred inc. taxes	1,054,000	643,000
Other assets	215,000	365,000
Current Assets	\$ 28,112,000	\$ 28,711,000
Fixed assets	5,924,000	7,817,000
Deferred inc. taxes	395,000	—
Other assets	766,000	1,378,000
Total Assets	\$ 35,197,000	\$ 37,906,000

Liabilities

Accts. payable	\$ 2,147,000	\$ 3,799,000
Accrued taxes	1,065,000	779,000
Accrued comp.	663,000	933,000
Restruct. costs	681,000	—
Takeover defense exp.	556,000	—
Other accruals	640,000	646,000
Long-term debt, curr.	91,000	91,000
Curr. Liabilities	\$ 5,843,000	\$ 6,248,000
Deferred compensation	2,014,000	1,726,000
Deferred inc. taxes	—	355,000
Long-term debt	238,000	329,000
+Common stock	1,216,000	1,216,000
Add. paid-in capital	1,557,000	1,525,000
Retained earnings	27,532,000	29,351,000
Cum. trans. effects	(172,000)	(139,000)
Treasury stock	(3,031,000)	(2,705,000)
Total Liabilities & Shareholders' Equity	\$ 35,197,000	\$ 37,906,000

* At lower of cost (FIFO) or market.

† Less accumulated depreciation.

+ \$0.05 par value.

Statistical Summary

%Income bef. Taxes to Sales	—	4.72
%Net Income to Sales	—	2.81
%Net Income to Equity	—	5.00
Sales to Inventories	3.76	3.08
Debt to Equity	0.01	0.01
Working Capital	\$ 22,349,000	\$ 22,463,000
Current Ratio	4.81	4.60
Shareholders' Equity	\$ 27,102,000	\$ 29,248,000

F. W. Woolworth Co.

Woolworth Building
 233 Broadway
 New York, New York 10279
 (212) 533-2000

Officers: Harold E. Sella, chairman of the board & chief exec. officer; Frederick E. Hennig, president & chief operating officer; Arnold S. Anderson, exec. v.p.-administration & general counsel; John H. Cannon, v.p. & treasurer; William K. Lavin, exec. v.p.-finance & chief financial officer; Joseph F. Carroll, v.p.-public affairs; Ted M. Annenberg, v.p.-deputy general counsel; Roy L. Garofalo, v.p.-investor relations; Aubrey C. Lewis, v.p.-corporate liaison; C. Jackson Gray, v.p.-corporate planning & development; Thomas E. Page, v.p.-controller; Henry C. Miner, III, v.p.-taxation; Charles T. Young, v.p.-management information systems; William B. Thomson, secretary; Jacqueline D. Delafuente, asst. v.p.-law dept.; James J. O'Neil, asst. v.p.-taxation; Michael T. Steven, asst. v.p.; Laura T. Kirchner, asst. controller; Gary M. Bahler, asst. secretary; Christopher J. Hoyer, asst. secretary; S. William Manteris, asst. secretary; James J. Pirretti, asst. secretary; George K. Schubert, asst. secretary; Frances E. Trachtler, asst. secretary; Alfonso Tino, asst. treasurer.

Directors: Harold E. Sella*, chairman; Fred Kirby*, Seymour H. Knox, III*, Andrew P. Peck*, Margaret P. MacKimm*, John W. Adams*, Jacobin Gilbert, Jr.*, Eugene J. Sullivan*, James E. Preston*, Helen Galland*, John J. Mackowski*, John W. Lynn*, Frederick E. Hennig.

* Member of the Executive Committee

Business Activities: Operates 1,672 general merchandise retail stores under the Woolworth, Woolco, and Mini Shops names throughout the U.S., and in Canada, Mexico, and West Germany. The Company also operates 5,127 specialty stores and leased departments in the U.S., Canada, West Germany, and Australia. Specialty stores operations include 1,813 Kinney family shoe stores, 1,017 Foot Locker athletic footwear stores, 328 Lady Foot Locker athletic footwear and apparel family shoe stores, 336 Kids Mart infants' and children's apparel stores, 249 Susie's women's clothing stores, 197 Afterthoughts costume jewelry, handbags and accessories stores, 173 Richman men's and women's apparel stores, 126 Anderson-Little women's and men's clothing stores, 91 Fredelle high-fashion apparel stores, 66 Randy River stores which sell footwear in Australia and men's clothing in Canada, 43 Champs athletic

equipment, footwear and activewear stores, 31 Raglans unisex casual apparel stores, 22 Frugal Frank's footwear stores, and 15 Little Folk Shops featuring brand-name infants' and children's apparel, among others.

The Company's Richman Brothers subsidiary manufactures men's suits, sports coats, and slacks.

Trademarks and/or Brand Names: Richman Woman.

Divisions and Subsidiaries:

F. W. Woolworth Co. Limited, Canada
 F. W. Woolworth Co. G.m.b.H., Germany

Kinney Shoe Corporation
 New York, New York

The Richman Brothers Company
 Fall River, Massachusetts

The Rx Place Division
 Holtzman's Little Folk Shop, Inc.
 U.S. Woolworth Division
 Woolworth Overseas Corp.
 Woolworth Mexicana, S.A. de C.V. (49% owned)

Transfer Agent(s):

Morgan Shareholder Services Trust Company
 30 West Broadway
 New York, New York 10007

Stock Exchange(s): New York

Ticker Symbol: Z

Sales & Earnings

	Net Sales †	Net Income ‡
1987	\$ 7,134,000,000	\$ 251,000,000
1986	6,301,000,000	214,000,000
1985	5,958,000,000	177,000,000
1984	5,737,000,000	141,000,000
1983	5,456,000,000	118,000,000

No. of Com. Shares †

	Earn. per Share ‡
1987	\$ 3.81
1986	3.25
1985	2.75
1984	2.22
1983	1.86

(Loss)
 † Includes sales of leased departments, of continuing operations only.
 ‡ Based on the weighted average number of shares outstanding adjusted to reflect stock split.

Common Stock

	Cash Dividend†	Stock Dividend	Stock Split
1987	\$ 1.32	—	—
1986	1.12	—	2-for-1
1985	1.00	—	—
1984	0.90	—	—
1983	0.90	—	—

† Adjusted to reflect stock split.

Common Stock Equity

	Total Equity ‡ (000's)	Equity Per Share ‡
1987	\$ 1,707,000,000	\$ 26.54
1986	1,473,000,000	22.49
1985	1,205,000,000	18.80
1984	1,028,000,000	16.34
1983	1,009,000,000	15.96

† Adjusted to reflect stock split.
 ‡ After allowing for preferred stock at involuntary liquidation value.

Income Account
(000's)

Year ended Jan. 31	1988	1987
Net sales	\$ 7,134,000	\$ 6,501,000
Other income	43,000	30,000
Total income	\$ 7,177,000	\$ 6,531,000
Cost of sales	4,714,000	4,287,000
Expenses	1,839,000	1,489,000
Depreciation & amortization	147,000	125,000
Interest expense	51,000	56,000
Income before taxes	\$ 406,000	\$ 374,000
Income taxes	155,000	160,000
Net Income	\$ 251,000	\$ 214,000

Assets
(000's)

As of Jan. 31	1988	1987
Cash	\$ 239,000	\$ 239,000
Inventories	1,522,000	1,327,000
Other assets	149,000	118,000
Current Assets	\$ 1,930,000	\$ 1,684,000
# Fixed asset	1,150,000	978,000
Leased prop. under cap. lease	82,000	91,000
Other assets	137,000	97,000
Total Assets	\$ 3,299,000	\$ 2,850,000

Liabilities
(000's)

Long-term debt & cap. lease oblig. curr.	\$ 19,000	\$ 18,000
Accts. payable	654,000	455,000
Accruals	330,000	313,000
Dividends payable	21,000	18,000
Income taxes	60,000	77,000
Curr. Liabilities	\$ 1,084,000	\$ 881,000
Long-term debt	243,000	248,000
Other liabilities	104,000	90,000
Oblig. under cap. lease	101,000	110,000
Defer. income taxes	51,000	37,000
+ Preferred stock	1,000	1,000
+ Common stock	250,000	236,000
Retained earnings	1,403,000	1,239,000
Treasury stock	(73,000)	(13,000)
For. curr. trans. adj.	135,000	21,000
Total Liabilities & Shareholders' Equity	\$ 3,299,000	\$ 2,850,000

* At lower of cost or market. LIFO for domestic inventories; FIFO for foreign.
Less accumulated depreciation.
+ \$1 par value. \$2.20 Series A, convertible.
++ \$3 1/3 par value.

Statistical Summary

%Income bef. Taxes to Sales	5.69	5.75
%Net Income to Sales	3.52	3.29
%Net Income to Equity	14.63	14.42
Sales to Inventories	4.69	4.90
Debt to Equity	0.21	0.25
Working Capital	\$ 846,000,000	\$ 803,000,000
Current Ratio	1.78	1.91
Shareholders' Equity	\$ 1,716,000,000	\$ 1,484,000,000

Work Wear Corporation, Inc.

(Acquired by Paine Webber Capital on June 19, 1986)

1768 East Twenty-Fifth Street
Cleveland, Ohio 44114
(216) 771-4040

Officers: Donald E. Nickelson, chairman; Earle G. Poole, pres., chief exec. officer & pres.-occupational and specialized apparel sales; Robert J. Sialian, exec. v.p. & pres.-health care and specialized disposable products; Byron N. Cohen, v.p., general counsel & secretary; G. Harvey Rutledge, exec. v.p. & acting president-occupational and specialized apparel rentals; P. Richard Williams, v.p., chief financial officer & treasurer; Carl H. Hulaman, v.p. & controller; Alan Hutson, v.p. & exec. v.p.-sls. & mktg., occupational and specialized apparel sls.; Alvin J. Romanoff, pres.-Sir Shirtmakers, occupational and specialized apparel sales; Curtis R. Houghland, pres.-Action-Line, Inc.; Francis V. Burke, president-Struble & Moffitt Co.; Richard L. Kreistein, pres.-Sainthill Uniforms Div., occupational and specialized apparel sales.

Directors: Donald E. Nickelson, chairman; Peter R. Brinckerhoff, David F. Brown, William F. Connell, Marshall Manley, Hiram F. Moody, Earle G. Poole, Howard Silverman, Charles J. Simons, Robert J. Sialian.

Business Activities: Engaged in the manufacture and distribution of industrial garments and service apparel, uniforms, career-oriented apparel and disposable products, and the manufacture of men's dress shirts, women's sportswear and outerwear and in the rental and laundering of industrial garments, service apparel and other items.

Textile Trademarks and/or Brand Names: Work Wear, Action-Line, Ella Skinner Uniforms, Mars White Knight, Miller Manufacturing, Sir Shirtmakers, Struble & Moffitt, White Knight Textiles, Wiz-Wipes.

Plant Locations: Piedmont, Ala.; Blakely & Vienna, Ga.; Gonzales, La.; Laurel & Richton, Ms.; Granby & Jopling, Mo.; Cleveland, Oh.; Pickens, S.C.; Alexandria & Erwin, Tx.; Denison, Garland, Nocona, Palestine, Pleasant Grove, Tx.

Divisions and Subsidiaries:

Rental Services Division - Canada

Work Wear Corporation of Canada Ltd.

La Corporation Work Wear de Quebec

Occupational and Specialized Apparel

Manufacturer of work clothes and industrial garments, service apparel, linen supply garments, and corporate identity uniforms.

Domestic:

Work Wear Corporation, Inc.
Cleveland, Ohio; New York, New York
Industrial clothing.

Miller Manufacturing Company
St. Louis, Missouri
Industrial clothing.

Brew Apparel, Inc.

Cleveland, Ohio; Maplewood, New Jersey
Products include linen supply garments, service apparel for the health care industry.

Sir Shirtmakers

New York, New York; Pickens, South Carolina
Private label uniform, dress and sports shirts.

Action-Line Inc.

Garland, Texas
Nurses uniforms and career apparel for uniform stores catering to health care professionals, fast food industry, hotel/motel markets, banks and other financial institutions.

United Uniform Mfg. Co. of Memphis, Inc.
Memphis, Tennessee

Piedmont Executive Shirt Mfg. Co.
Piedmont, Alabama

Canadian:

Anchor Textiles
Toronto, Ontario; Montreal, Quebec
Washable service apparel production.

Sainthill Levine Uniforms Canada Limited
Uniforms, industrial and career apparel, fine clothing and shirts.

Toronto, Ottawa, Ontario; Joliette, Quebec; Burnaby, B.C.; Edmonton, Alberta; Winnipeg, Manitoba.

Ella Skinner Uniforms Ltd.
Toronto, Ontario; Montreal, Quebec, Canada

McEwen Sainthill Division
Montreal, Quebec, Canada

European:

Work Wear Corp., Inc.
European Headquarters
Beeston, Nottingham, England

WearWell Overall Manufacture
Tamworth, Staffs, England
Industrial garments.

Etn. Van Moer, S.A.
Hulshout, Belgium
Industrial garments and washable service apparel.

M.I.C.C. Limited
B'Kara (Valletta), Malta
Industrial garments.

C.I.Gn
Nozay, France
Industrial work clothing.

Work Wear (Deutschland) GmbH
Grevenbrich, West Germany

Health Care:

Mars Manufacturing Company
Asheville, North Carolina

S.E.T.E.X.
Villeurbanne, France

Mars White Knight Disposable Products

Specialized Disposable Products:

Struble & Moffitt Company
Runnemede, New Jersey

M and B Manufacturing Co.
Asheville, North Carolina

Work Wear Corp. of Canada, Ltd.

Wiz-Wipes Division
Toronto, Ontario; Maplewood, NJ; Beeston, Nottingham, England

White Knight Hospital Disposables
Childersburg, AL; Douglas, AZ; Dallas, Texas

Percept Division

Norcross, Georgia
Produces disposable and reusable garments and surgical packs for hospital and other medical facilities and disposable work clothing for industry.

Industrias, APSON S.A. de C.V.
Agua Prieta, Sonora, Mexico

NOTE: All of the capital stock of Work Wear Corporation, an Ohio corporation, and its subsidiaries, was acquired on June 19, 1986 pursuant to a merger which has been accounted for by the Company (Work Wear Corporation, a Delaware corporation) under the purchase method of accounting.

Sales & Earnings

	Revenue +	Net Income †
12/31/87	\$ 261,240,000	\$ (2,927,000)
12/31/86*	124,850,000	798,000
6/30/86*	122,917,000	3,221,000
12/31/85	240,921,000	9,687,000
12/31/84	225,195,000	6,223,000

Work Wear Corporation, Inc.

	No. of Com. Shares #	Earn. per Share \$ †
12/31/87	1,038,400	—
12/31/86*	1,000,000	—
6/30/86* ‡	1,000,000	—

(Loss)

* 6 months

‡ Predecessor company

+ Includes rental service income and sales; of continuing operations only.

† Including extraordinary gain of \$465,000 in 1983 and extraordinary loss of \$427,000 in the period ending Dec. 31, 1986.

Not considered meaningful because the Company is privately held.

Common Stock Equity

	Total Equity	Equity Per Share
12/31/87	\$ 15,003,000	\$ 14.45
12/31/86	13,841,000	13.84
6/30/86 +	12,900,000	12.50
12/31/85 +	60,672,000	—
1984	53,666,000	—

+ Predecessor company.

Income Account *

(000's)

Year ended Dec. 31	1987	1986 (6 months)
Revenues	\$ 261,240	\$ 124,850
Cost of sales & service	194,597	92,368
Expenses	43,442	19,506
Interest expense	17,869	7,594
Gen. corp. expense	3,448	1,015
Unusual item	763	—
Incl. bef. taxes	\$ 1,121	\$ 4,367
Income taxes	4,048	3,142
Net Income (Loss)	\$ (2,927)	\$ 1,225
Extraord. loss	—	(427)
Net Income (Loss) & extraord. loss	\$ (2,927)	\$ 798

* Included in Costs and Expenses, Depreciation and Amortization: \$4,224,000 in 1987 and \$1,875,000 in 1986.

Assets

(000's)

As of Dec. 31	1987	1986
Cash & cert. of deposit	\$ 7,828	\$ 9,223
Accts. and notes receiv., net	46,234	42,216
Other receivables	3,845	4,851
* Inventories	66,972	63,059
Prepaid expenses	1,894	1,387
Current Assets	\$ 126,773	\$ 120,736
# Fixed assets	34,292	32,890
Other assets	19,000	21,174
Total Assets	\$ 180,065	\$ 174,800

Liabilities

(000's)

Notes payable	\$ 25	\$ 106
Long-term debt, curr.	4,094	1,105
Debt to affil.	562	—
Accts. payable & accrued payroll	17,289	17,653
Income taxes	4,968	2,158
Other curr. liab.	4,331	4,464
Curr. Liabilities	\$ 31,269	\$ 25,486

Long-term debt	133,610	135,302
Deferred inc. taxes	183	171
+ Common stock	12,980	12,500
Retained earnings (deficit)	(2,129)	798
Foreign curr. translation adj.	4,152	543

Total Liabilities & Shareholders' Equity	\$ 180,065	\$ 174,800
---	------------	------------

* At lower of cost (U.S. manufacturing companies at LIFO); all others at FIFO) or market.

Less accumulated depreciation.

+ No par value.

Statistical Summary

% Income bef. Taxes to Sales	0.43	3.50
% Net Income to Sales	—	0.98
% Net Income to Equity	—	8.85
Debt to Equity	9.18	9.86
Working Capital	\$ 95,904,000	\$ 95,250,000
Current Ratio	4.05	4.74
Shareholders' Equity	\$ 15,003,000	\$ 13,841,000

Index of Textile Trademarks

Note: This listing includes textile and apparel trademarks and brand names only. It pertains only to those publicly-held companies which are listed in this book. Although this listing is not complete, our editors have tried to be as thorough as possible. This is a complete listing of textile and apparel trademarks and brand names. This index is compiled from many sources including information supplied by the companies listed.

	PAGE		PAGE
A. Smile (see The Cherokee Group)	24	Anne Leslie (see Sanmark-Stardust Inc.)	124
A. Sulka (see Syms Corp.)	137	Anso (see Allied-Signal, Inc.)	3
A-Acrilan (see Monsanto Company)	97	Anso IV (see Allied-Signal, Inc.)	3
AAU (see Fuqua Industries, Inc.)	58	Anso V (see Allied-Signal, Inc.)	3
Acrilan (see Monsanto Company)	97	Anso X (see Allied-Signal, Inc.)	3
Across the Street (see Kellwood Company)	82	Anticipating Life (see Angelica Corporation)	6
Action Bac (see Amoco Corporation)	4	Antron (see E.I. du Pont de Nemours & Company)	41
Action Bags (see Sirco International Corp.)	129	Antron (see Alba-Waldensian, Inc.)	3
Action-Line (see Work Wear Corporation, Inc.)	151	Appel + Brooks + Webber Uniforms (see Superior Surgical Mfg. Co., Inc.)	137
Activa II (see Guilford Mills, Inc.)	65	Apples for Life (see Angelica Corporation)	6
Adirondack (see Figgie International Inc.)	53	Aptan (see Coats Viyella Plc)	26
Adler (see Palm Beach Incorporated)	109	Arandale (see Lister & Co. p.l.c.)	87
Adolfo (see Adams-Millis Corporation)	1	Ardina* (see E.I. du Pont de Nemours & Company)	41
Adoration (see E.I. du Pont de Nemours & Company)	41	Arloft (see Eastman Kodak Company)	45
Adver Blimp (see Raven Industries, Inc.)	116	Arnold Palmer (see ProGroup, Inc.)	113
Aeretex (see Coats Viyella Plc)	26	Arnold Palmer by Robert Bruce (see Robert Bruce Industries Inc.)	118
Aero (see Coats Viyella Plc)	26	Arnold Palmer by Robert Bruce (see Savoy Industries, Inc.)	126
AFRC (see Raven Industries, Inc.)	116	Arrow (see West Point-Pepperell, Inc.)	146
Aileen (see Aileen, Inc.)	2	Artex (see Jostens, Inc.)	82
Aileen II (see Aileen, Inc.)	2	Arthur-Arthur (see Kellwood Company)	82
Airborne (see Brown Group, Inc.)	18	Artic Armor (see Consoltex Canada Inc.)	28
Air-Max (see NIKE, Inc.)	103	Ashley (see Salem Carpet Mills, Inc.)	122
Alamac (see West Point-Pepperell, Inc.)	146	Ashley Reid (see Russ Togs, Inc.)	119
Alan Flusser (see Phillips-Van Heusen Corporation)	110	AstroTurf (see Monsanto Company)	97
Alba (see Alba-Waldensian, Inc.)	3	Austin Reed of Regent Street (see Hartmarx Corporation)	69
ALCAZAR U.S.A. (see Kellwood Company)	82	Austin-Hill Ltd. (see Palm Beach Incorporated)	109
Alexander Julian (see Adams-Millis Corporation)	1	AutoTex (see Guilford Mills, Inc.)	65
Alexander Smith (see Mohasco Corporation)	96	Avia (see Reebok International Ltd.)	117
All Day Long (see Alba-Waldensian, Inc.)	3	Avocado (see Beebe's Creations, Inc.)	11
Allen Solly (see Coats Viyella Plc)	26	The Axiom (see ProGroup, Inc.)	113
Alliance (see J.P. Stevens & Co., Inc.)	134	Baby Supersoft (see Lister & Co. p.l.c.)	87
Alluressa (see Burlington Industries, Inc.)	19	Baby-Gro (see Kleinert's, Inc.)	84
Allyn St. George (see Hartmarx Corporation)	69	Baccarat (see Phillips-Van Heusen Corporation)	110
Alure II (see J.P. Stevens & Co., Inc.)	134	Bali (see Lister & Co. p.l.c.)	87
American Collections Ltd. (see Kellwood Company)	82	Ballantyne (see Dawson International plc)	35
American Outbreak (see Kellwood Company)	82	Balmain (see Manhattan Industries, Inc.)	91
Amoco (see Amoco Corporation)	4	Balthazar (see Munsingwear, Inc.)	99
AmoWeve (see Amoco Corporation)	4	Bamilex (see Bay Mills Limited)	9
Amy (see Sirco International Corp.)	129	Band-Abouts (see Munsingwear, Inc.)	99
Anchor (see Coats Viyella Plc)	26	Baracuta (see Phillips-Van Heusen Corporation)	110
Angel Treads (see Georgia Bonded Fibers, Inc.)	63	Barco (see Barco of California)	7
Angel Treads (see R.G. Barry Corporation)	8	Barco of California	7
Angels Flight (see Dylex Limited)	43	Barelings (see Munsingwear, Inc.)	99
Anne Klein (see Sheridan Designs Ltd., Inc.)	128		
Anne Klein for New Aspects (see Manhattan Industries, Inc.)	91		

Index of Textile Trademarks

PAGE	PAGE
Barrie (see Dawson International plc)	35
Bartoli Handbags (see Sirco International Corp.)	129
Bass Weejuns (see Phillips-Van Heusen Corporation)	110
Bataya Weave (see Palm Beach Incorporated)	109
Bayex (see Bay Mills Limited)	9
Baygard (see Bay Mills Limited)	9
Baynard Sport (see Manhattan Industries, Inc.)	91
BBW (see Alba-Waldensian, Inc.)	3
Beautyrest (see Louisville Bedding Company)	89
Bebe Lacoste (see Crystal Brands, Inc.)	32
Bebon (see Dixie Yarns, Inc.)	37
Bedkins (see Kellwood Company)	82
Beehive (see Coats Viyella Plc)	26
Bekaert (see W.R. Grace & Co.)	64
BestPack (see Manville Corporation)	92
Beta (see Owens-Corning Fiberglas Corporation)	107
Beta Care (see Owens-Corning Fiberglas Corporation)	107
Betty Boop (see Movie Star, Inc.)	99
bibo (see Garan, Incorporated)	61
Big Ape (see Boss Manufacturing Company)	16
Big Beautiful Woman (BBW) (see Sanmark-Stardust Inc.)	124
Bigelow (see Fieldcrest Cannon Inc.)	52
Bill Blass (see United Merchants and Manufacturers, Inc.)	143
Bill Blass (see Adams-Millis Corporation)	1
'Bill Blass' (see Damon Creations, Inc.)	34
Bill Blass Collection III (see Palm Beach Incorporated)	109
Bi-Loft (see Monsanto Company)	97
Bi-nell* (see E.I. du Pont de Nemours & Company)	41
Binet (see Harvard Knitwear, Inc.)	70
Biscote (see The Cherokee Group)	24
B.J. Frog (see Mayfair Industries, Inc.)	93
B.K.I. (see Harvard Knitwear, Inc.)	70
Blanket (see Owens-Corning Fiberglas Corporation)	107
Block Island (see Kellwood Company)	82
Blue Ribbon (see Boss Manufacturing Company)	16
Bob Burger (see J.P. Stevens & Co., Inc.)	134
Bobbie Brooks (see Garan, Incorporated)	61
Body Drama (see Beeba's Creations, Inc.)	11
Bolero (see Kleinert's, Inc.)	84
Bon Jour (see Stage II Apparel Corp.)	133
Bon-Foam 400 (see Georgia Bonded Fibers, Inc.)	63
Bon-Pel (see Georgia Bonded Fibers, Inc.)	63
Bontex (see Georgia Bonded Fibers, Inc.)	63
Boot Mates (see Alba-Waldensian, Inc.)	3
Boss (see Boss Manufacturing Company)	16
Boston Athletic Club by Gil Truedsson (see Oxford Industries, Inc.)	108
Bouclette (see Fab Industries, Inc.)	48
Boulevard (see National Service Industries, Inc.)	101
Boutique (see Belding Heminway Company, Inc.)	11
Braemar (see Lister & Co. p.l.c.)	87
Braemar (see Dawson International plc)	35
Braemar International (see Dawson International plc)	35
Brannoch (see Palm Beach Incorporated)	109
Break Away (see Hampton Industries, Inc.)	66
Breckenridge (see The Leslie Fay Companies, Inc.)	86
Briar Neckware (see Hartmarx Corporation)	69
Bronzini (see Stage II Apparel Corp.)	133
Bruck (see Consoltex Canada Inc.)	28
Brut by Faberge (see Nantucket Industries, Inc.)	100
Bubblegummers (see Crocodile Garments Limited)	30
Bud Berma (see Russ Togs, Inc.)	119
Buddy (see Palm Beach Incorporated)	109
Bueno (see Sirco International Corp.)	129
Burberry's Colours by Alexander Julian (see West Point-Pepperell, Inc.)	146
Burlana (see Burlington Industries, Inc.)	19
Burlington House (see Burlington Industries, Inc.)	19
Burlington Ms. (see Burlington Industries, Inc.)	19
Bur-Mil (see Burlington Industries, Inc.)	19
Buster Brown (see Brown Group, Inc.)	18
B.V.D. (see Fruit Of The Loom, Inc.)	57
BVD (see Adams-Millis Corporation)	1
Byford (see Coats Viyella Plc)	26
Bytrece (see E.I. du Pont de Nemours & Company)	41
Cacharel (see Phillips-Van Heusen Corporation)	110
Cacharel (see The Samsung Group)	122
Caldwell (see Dominion Textile, Inc.)	38
Cale Thomas (see Crocodile Garments Limited)	30
Calvin (see Palm Beach Incorporated)	109
Calvin-For-Men (see Palm Beach Incorporated)	109
Camelot (see Lister & Co. p.l.c.)	87
Camp (see Fruit Of The Loom, Inc.)	57
Cancel Stat (see Guilford Mills, Inc.)	65
Cannon (see Fieldcrest Cannon Inc.)	52
Cantilever (see Reebok International Ltd.)	117
Cantrece (see E.I. du Pont de Nemours & Company)	41
Canvex (see Raven Industries, Inc.)	116
Cape Cod Country Club (see Kellwood Company)	82
Cape Cod Matchmates (see Kellwood Company)	82
Capima (see Allied-Signal, Inc.)	3
Capricorn (see Lister & Co. p.l.c.)	87
Caprolan (see Allied-Signal, Inc.)	3
Captina (see Allied-Signal, Inc.)	3
Captiva (see Allied-Signal, Inc.)	3
CARAVAN (see Nordisk Fjerfabrik Aktieselskab)	104
Care Bears (see Salant Corporation)	121
Caremarx (see Hartmarx Corporation)	69

Index of Textile Trademarks

	PAGE		PAGE
Carefree (see Sirco International Corp.)	129	Christian Dior (see State-O-Maine, Inc.)	134
Carefree (see Wickes Companies, Inc.)	147	Christian Dior (see Warnaco Group, Inc.)	146
Carelle (see Low & Bonar PLC)	90	Chromspun (see Eastman Kodak Company)	45
Carrington (see Coats Viyella Plc)	26	Cine Star (see Movie Star, Inc.)	99
Carter's (see The William Carter Company)	148	Cinema Etoile (see Movie Star, Inc.)	99
Carwood (see Stanwood Corporation)	133	Civona* (see E.I. du Pont de Nemours & Company)	41
Castleberry Knits (see The Leslie Fay Companies, Inc.)	86	Claiborne (see Liz Claiborne, Inc.)	88
Cathy (see Sanmark-Stardust Inc.)	124	Classic (see Lister & Co. p.l.c.)	87
Cathy Hardwick (see Fairfield-Noble Corporation)	49	Classic (see Belding Heminway Company, Inc.)	11
Celanese (see Celanese Canada Inc.)	22	Clothesworks (see Winjak, Inc.)	149
Celanese PA 66 (see Hoechst Aktiengesellschaft)	72	Clydell (see Coats Viyella Plc)	26
Celanex (see Hoechst Aktiengesellschaft)	72	Code Bleu (see The Cherokee Group)	24
Celcon (see Hoechst Aktiengesellschaft)	72	Code West (see Genesco Inc.)	62
Celebrate! (see Hoechst Celanese Corporation)	74	College Hall (see Eagle Clothes, Inc.)	44
Celebrity (see Palm Beach Incorporated)	109	Collegiate-Pacific (see Littlefield, Adams & Company)	88
Celecloud (see Celanese Canada Inc.)	22	Collier-Campbell (see J.P. Stevens & Co., Inc.)	134
Celisa (see Celanese Canada Inc.)	22	Color House (see Wickes Companies, Inc.)	147
Celtron (see Celanese Canada Inc.)	22	Color Me Beautiful (see Hartmarx Corporation)	59
Cerex (see Monsanto Company)	97	Colours by Alexander Julian (see Genesco Inc.)	62
Certainly Me (see Alba-Waldensian, Inc.)	3	Comfort* (see E.I. du Pont de Nemours & Company)	41
Cesarani (see Hartmarx Corporation)	69	Comfort Fiber (see Hoechst Celanese Corporation)	74
Ceylon (see Hoechst Celanese Corporation)	74	Comfy (see Raven Industries, Inc.)	116
Chace (see United Merchants and Manufacturers, Inc.)	143	Comfy Ski (see Raven Industries, Inc.)	116
Chain (see Coats Viyella Plc)	26	Como Diffusion (see Munsingwear, Inc.)	99
Champion (see Feltex International Limited)	51	Connie (see Brown Group, Inc.)	18
Champion (see Champion Products Inc.)	23	Consensus (see J.P. Stevens & Co., Inc.)	134
Champion U.S.A. (see Champion Products Inc.)	23	Consoltex (see Consoltex Canada Inc.)	28
Champknit (see Champion Products Inc.)	23	Con-Tact (see United Merchants and Manufacturers, Inc.)	143
Chapel Hill (see National Service Industries, Inc.)	101	Cordura (see E.I. du Pont de Nemours & Company)	41
Chaps by Ralph Lauren (see Warnaco Group, Inc.)	146	Corespun (see Dixie Yarns, Inc.)	37
Chaps by Ralph Lauren (see Genesco Inc.)	62	Corporate Square Nova (see Feltex International Limited)	51
Charleston Traders (see Instruments Systems Corporation)	78	Corticelli (see Belding Heminway Company, Inc.)	11
Charm Step (see Genesco Inc.)	62	Corum (see Phillips-Van Heusen Corporation)	110
Charmant (see Guilford Mills, Inc.)	65	Cos Cob (see Oxford Industries, Inc.)	108
Chaus (see Bernard Chaus, Inc.)	14	Costumaker (see Belding Heminway Company, Inc.)	11
Chaus Petite (see Bernard Chaus, Inc.)	14	Cotton Aire (see Alba-Waldensian, Inc.)	3
Chaus Petite Sport (see Bernard Chaus, Inc.)	14	Cotton Classics (see Munsingwear, Inc.)	99
Chaus Sport (see Bernard Chaus, Inc.)	14	'Cotton Clean.' (see Boras Wafveri AB)	15
Chaus Woman Sport (see Bernard Chaus, Inc.)	14	Cotton Where It Counts (see Savoy Industries, Inc.)	126
Chaus Women (see Bernard Chaus, Inc.)	14	Cotton Where It Counts (see Robert Bruce Industries Inc.)	118
Cheminille (see Guilford Mills, Inc.)	65	Cotton Wonder (see Crystal Brands, Inc.)	32
Chemstitch (see Guilford Mills, Inc.)	65	Cotton-Cale (see J.P. Stevens & Co., Inc.)	134
Chemstrand (see Monsanto Company)	97	Country Britches (see Phillips-Van Heusen Corporation)	110
Cherokee (see The Cherokee Group)	24	Country Casuals (see Coats Viyella Plc)	26
Chilprufe (see Coats Viyella Plc)	26	Country Miss (see Hartmarx Corporation)	69
Chimo (see Figgie International Inc.)	53	Country Set (see Palm Beach Incorporated)	109
Chippendales (see Nantucket Industries, Inc.)	100		
Chortex (see Coats Viyella Plc)	26		
Christian Dior (see Hartmarx Corporation)	69		

Index of Textile Trademarks

	PAGE		PAGE
Country Suburbans (see Hartmarx Corporation)	69	DeLiso (see Brown Group, Inc.)	18
'Courchevel (see Damon Creations, Inc.)	34	Densitize (see ProGroup, Inc.)	113
CoxMoore (see CoxMoore plc)	29	Denver Jean (see Kellwood Company)	82
Cozy Cafe (see Springs Industries, Inc.)	132	DHJ (see Dominion Textile, Inc.)	38
Crazy Horse (see Russ Togs, Inc.)	119	Diana Cowpe (see Coats Viyella Plc)	26
Crazy Horse Young Junior (see Russ Togs, Inc.)	119	Diane Von Furstenberg (see Sanmark-Stardust Inc.)	124
Crazy Horse Girl (see Russ Togs, Inc.)	119	Diane Von Furstenberg (see Adams-Millis Corporation)	1
Creative Classics (see Galaxy Carpet Mills, Inc.)	60	Dimensionair (see Owens-Corning Fiberglas Corporation)	107
Creel-Pak (see Owens-Corning Fiberglas Corporation)	107	Dior (see The William Carter Company)	148
Crepe Candide (see Fab Industries, Inc.)	48	Directions (see National Service Industries, Inc.)	101
Crepelon (see Munsingwear, Inc.)	99	Discus (see Tultex Corporation)	141
Cricket Lane (see Kellwood Company)	82	Disney (see Adams-Millis Corporation)	1
Cricketeer (see Phillips-Van Heusen Corporation)	110	Dispatch (see Russ Togs, Inc.)	119
Cricketeer Woman (see Phillips-Van Heusen Corporation)	110	Dolan (see Hoechst Aktiengesellschaft)	72
Cross Creek (see Quality Mills, Incorporated)	115	Donaghadee (see Coats Viyella Plc)	26
Crossfire (see Burlington Industries, Inc.)	19	Donald Brooks (see Genesco Inc.)	62
Crown (see Crown Crafts, Inc.)	30	Donna Richards (see Kellwood Company)	82
Crown Crafts (see Crown Crafts, Inc.)	30	Donner (see Reebok International Ltd.)	117
Crusader (see Lister & Co. p.l.c.)	87	Donner Active Footwear (see Reebok International Ltd.)	117
Cuddle Fleece (see Guilford Mills, Inc.)	65	Doral (see Champion Products Inc.)	23
CuddleSoft (see Munsingwear, Inc.)	99	Dorma (see Dominion Textile, Inc.)	38
Curtain velvets: Westminster (see Lister & Co. p.l.c.)	87	Dorma (see Coats Viyella Plc)	26
Cushion Mates (see Alba-Waldensian, Inc.)	3	DoubleSuede (see Fab Industries, Inc.)	48
Custom Club (see Phillips-Van Heusen Corporation)	110	Dralon (see Dawson International plc)	35
Custom Designs (see Springs Industries, Inc.)	132	Dralon; Underblankets: Pleasantdreams; Floor rugs: Leonardo (see Lister & Co. p.l.c.)	87
Cutecumbers (see Sanmark-Stardust Inc.)	124	DressSports (see Reebok International Ltd.)	117
CV Carpets (see Coats Viyella Plc)	26	Drima (see Coats Viyella Plc)	26
Cyclone (see Coats Viyella Plc)	26	Du Pont (see E.I. du Pont de Nemours & Company)	41
Dacron (see E.I. du Pont de Nemours & Company)	41	Dual Duty (see Coats Viyella Plc)	26
Daks (see Phillips-Van Heusen Corporation)	110	Duckster (see ProGroup, Inc.)	113
Dalkeith (see Coats Viyella Plc)	26	Duet (see Coats Viyella Plc)	26
'Damon (see Damon Creations, Inc.)	34	Dunlop (see Adams-Millis Corporation)	1
Dana Buchman (see Liz Claiborne, Inc.)	88	Dunfold (see Dawson International plc)	35
Dante (see Humphreys Inc.)	75	Dura Foil (see Manville Corporation)	92
Danufil (see Hoechst Aktiengesellschaft)	72	Dura Glass (see Manville Corporation)	92
Danufil CS (see Hoechst Aktiengesellschaft)	72	Duralite (see Kleinert's, Inc.)	84
d'Armigene (see Superior Surgical Mfg. Co., Inc.)	137	Duravel (see Guilford Mills, Inc.)	65
David & Dash (see Dash Industries, Inc.)	34	Durene (see Dixie Yarns, Inc.)	37
David Brooks Ltd. (see Kellwood Company)	82	Dynasty (see The Leslie Fay Companies, Inc.)	86
D.D. Sloane (see Jay Jacobs, Inc.)	80	Dynasty One (see Guilford Mills, Inc.)	65
De Rotchild (see Pope, Evans and Robbins Incorporated)	111	Dypac* (see E.I. du Pont de Nemours & Company)	41
Dearfoams (see Georgia Bonded Fibers, Inc.)	63	E. Joven (see Farah, Inc.)	50
Dearfoams (see R.G. Barry Corporation)	8	Eagle Clothes (see Eagle Clothes, Inc.)	44
Dearfoams for Kids (see Georgia Bonded Fibers, Inc.)	63	Eagle Shirtmakers (see Palm Beach Incorporated)	109
Dearfoams For Kids (see R.G. Barry Corporation)	8	Eagle University (see Eagle Clothes, Inc.)	44
Dearfoams for Men (see Georgia Bonded Fibers, Inc.)	63	Eastman (see Eastman Kodak Company)	45
Dearfoams for Men (see R.G. Barry Corporation)	8	Eastobond (see Eastman Kodak Company)	45

Index of Textile Trademarks

	PAGE		PAGE
Eastobrite (see Eastman Kodak Company)	45	Fahrenheit (see Guilford Mills, Inc.)	65
Eastone (see Eastman Kodak Company)	45	Fairfax (see West Point-Pepperell, Inc.)	146
Eastrobond (see Eastman Kodak Company)	45	Fanfares (see Brown Group, Inc.)	18
Eastron (see Eastman Kodak Company)	45	FARAH (see Farah, Inc.)	50
Easy Street (see Genesco Inc.)	62	Farah Clothing Company (see Farah, Inc.)	50
Eileen West (see J.P. Stevens & Co., Inc.)	134	Fashion Seal Disposables (see Superior Surgical Mfg. Co., Inc.)	137
Elan by Barco (see Barco of California)	7	Fashion Seal/Shane Uniforms (see Superior Surgical Mfg. Co., Inc.)	137
Electric Sok (see Alba-Waldensian, Inc.)	3	Fashionaire (see Harimarx Corporation)	69
Elegant Fashions (see Bobbie Brooks, Inc.)	15	FashionPleat (see Springs Industries, Inc.)	132
Eligere (see Wickes Companies, Inc.)	147	FastPak (see Manville Corporation)	92
Elite (see Lister & Co. p.l.c.)	87	The Feelbetter Fit (see Munsingwear, Inc.)	99
Ella Skinner Uniforms (see Work Wear Corporation, Inc.)	151	Feltex (see Feltex International Limited)	51
Ellesse (see Reebok International Ltd.)	117	Feltex Modular Carpets (see Feltex International Limited)	51
Elura (see Monsanto Company)	97	Feltex Wools (see Feltex International Limited)	51
Elustra (see Hercules Incorporated)	71	Feltex Yarns (see Feltex International Limited)	9
Elustra (see Munsingwear, Inc.)	99	Fibacrete (see Bay Mills Limited)	9
Embraceable (see J.P. Stevens & Co., Inc.)	134	Fibatape (see Bay Mills Limited)	9
Emreco (see Dawson International plc)	35	Fiberglas (see Owens-Corning Fiberglas Corporation)	107
En Chante (see Kellwood Company)	82	Fiberseal* (see E.I. du Pont de Nemours & Company)	41
En Chante Kids (see Kellwood Company)	82	Fibrelok (see Feltex International Limited)	51
Encore (see Guilford Mills, Inc.)	65	Field & Stream (see Adams-Millis Corporation)	1
Endo-Stat (see Burlington Industries, Inc.)	19	Fieldcrest (see Fieldcrest Cannon Inc.)	52
Endurall (see Champion Products Inc.)	23	Fi-Lana (see Monsanto Company)	97
Energy Miser (see Owens-Corning Fiberglas Corporation)	107	Finesse (see Kellwood Company)	82
English Leather (see Fuqua Industries, Inc.)	58	First Flight (see ProGroup, Inc.)	113
Ensign (see Ensign Clothing Limited)	48	First Issue (see Liz Claiborne, Inc.)	88
Epic (see Coats Viyella Plc)	26	Firth (see Mohasco Corporation)	96
The Equipe (see Burlington Industries, Inc.)	19	Flannel-Flannel II (see Guilford Mills, Inc.)	65
Equipment by Henry Grethel (see Manhattan Industries, Inc.)	91	Florida (see Lister & Co. p.l.c.)	87
Equipment for Women (see Manhattan Industries, Inc.)	91	Flowtite (see Owens-Corning Fiberglas Corporation)	107
Ernesto W (see Howard B. Wolf, Inc.)	74	Footworks (see Brown Group, Inc.)	18
Erwin (see Burlington Industries, Inc.)	19	For You the Contemporary Vassarette (see Munsingwear, Inc.)	99
Esmond (see Dominion Textile, Inc.)	38	Force (see Munsingwear, Inc.)	99
ESP (see Hoechst Celanese Corporation)	74	Forstmann (see J.P. Stevens & Co., Inc.)	134
Etienne Aigner (see United Merchants and Manufacturers, Inc.)	143	Forsyth (see Dylex Limited)	43
Etienne Aigner (see Phillips-Van Heusen Corporation)	110	Four Seasons (see Wickes Companies, Inc.)	147
Etienne Carron (see Eagle Clothes, Inc.)	44	417 (see Phillips-Van Heusen Corporation)	110
Evan Picone (see Palm Beach Incorporated)	109	FR Chem-Free (see Guilford Mills, Inc.)	65
Evan Picone for Men (see Palm Beach Incorporated)	109	Frankly Feminine (see Munsingwear, Inc.)	99
Everlast (see Orbit Instrument Corporation)	106	Fred David (see Munsingwear, Inc.)	99
Evvaprest (see Coats Viyella Plc)	26	Fred Perry (see Stage II Apparel Corp.)	133
Expandra (see Burlington Industries, Inc.)	19	Fred Perry (see Figgie International Inc.)	53
Extra Energy (see Pope, Evans and Robbins Incorporated)	111	French & Stanbury (see Genesco Inc.)	62
Fabiana (see Fab Industries, Inc.)	48	Fresh Squeeze (see Bayly Corp.)	9
Fabiella (see Fab Industries, Inc.)	48	Freudenberg (see Feltex International Limited)	51
		Frost Bros. (see Manhattan Industries, Inc.)	91

Index of Textile Trademarks

	PAGE		PAGE
Frost Fire (see Fab Industries, Inc.)	48	Gore-Tex (see Raven Industries, Inc.)	116
Fruit of the Loom (see Fruit Of The Loom, Inc.)	57	Grabber (see Springs Industries, Inc.)	132
Frye (see Reebok International Ltd.)	117	Graham & Gunn (see Hartmarx Corporation)	69
Futura (see Consoltex Canada Inc.)	28	Grand Slam (see Munsingwear, Inc.)	99
Future Step (see Galaxy Carpet Mills, Inc.)	60	Grasshoppers (see The Stride Rite Corporation)	135
Gafglas (see GAF Corporation)	59	Greeff (see Wickes Companies, Inc.)	147
Galaxy (see The Samsung Group)	122	Greif (see Genesco Inc.)	62
Galaxy (see Lister & Co. p.l.c.)	87	Guilana (see Guilford Mills, Inc.)	65
Galey & Lord (see Burlington Industries, Inc.)	19	Guil-lour (see Guilford Mills, Inc.)	65
Gant (see Palm Beach Incorporated)	109	GuilRiche (see Guilford Mills, Inc.)	65
Gantrez (see GAF Corporation)	59	Gulistan (see J.P. Stevens & Co., Inc.)	134
Gap Wrap (see Superior Surgical Mfg. Co., Inc.)	137	H. Oritsky (see Hartmarx Corporation)	69
Garan (see J.P. Stevens & Co., Inc.)	134	Hallmark Emblems (see Superior Surgical Mfg. Co., Inc.)	137
Garan (see Garan, Incorporated)	61	Hammonton Park (see Palm Beach Incorporated)	109
Garan Advantage (see Garan, Incorporated)	61	Hamp Shires (see Athlone Industries, Inc.)	7
Garan by Marita (see Garan, Incorporated)	61	Hampco (see Hampton Industries, Inc.)	66
Garan Man (see Garan, Incorporated)	61	Hampton East Sportswear (see Hampton Industries, Inc.)	66
Garan Mountain Lion (see Garan, Incorporated)	61	Hampton Girl (see Hampton Industries, Inc.)	66
Garanimals (see Garan, Incorporated)	61	Hampton Pajama & Robes (see Hampton Industries, Inc.)	66
Garfield (see J.P. Stevens & Co., Inc.)	134	Hampton Shirt (see Hampton Industries, Inc.)	66
Gear by Van Heusen (see Phillips-Van Heusen Corporation)	110	Handmacher (see Hartmarx Corporation)	69
Gemstone (see Lister & Co. p.l.c.)	87	Hands On (see The Cherokee Group)	24
Genera Collections (see Farah, Inc.)	50	Hanes (see Adams-Millis Corporation)	1
Genuine Palm Beach (see Palm Beach Incorporated)	109	Harding Carpets (see The New Harding Group Inc.)	102
Geoffrey Beene (see Warnaco Group, Inc.)	146	Harmal (see Oak Hill Sportswear Corporation)	105
Geoffrey Beene (see Nantucket Industries, Inc.)	100	Harmonie (see Dominion Textile, Inc.)	38
Geoffrey Beene (see Phillips-Van Heusen Corporation)	110	Harness House (see Manhattan Industries, Inc.)	91
Georgetown Classics (see Instruments Systems Corporation)	78	Hart Schaffner & Marx (see Hartmarx Corporation)	69
Georgian (see Lister & Co. p.l.c.)	87	Harvard (see Harvard Knitwear, Inc.)	70
The Get Along Gang (see Salant Corporation)	121	Haspel (see Palm Beach Incorporated)	109
Gieves & Hawkes (see Hartmarx Corporation)	69	Haspel Turnbury (see Palm Beach Incorporated)	109
Giorgio Sant' Angelo (see Eagle Clothes, Inc.)	44	Hathaway (see Warnaco Group, Inc.)	146
Gladstone (see Dawson International plc)	35	Hathaway for Women (see Warnaco Group, Inc.)	146
Gladys Bagley Petites (see Pope, Evans and Robbins Incorporated)	111	Hatton (see Sirco International Corp.)	129
Gladys Bagley (see Pope, Evans and Robbins Incorporated)	111	Haymaker (see Crystal Brands, Inc.)	32
Glasfab (see Bay Mills Limited)	9	Head (see The Leslie Fay Companies, Inc.)	86
Glasgrid (see Bay Mills Limited)	9	Head Europe (see The Leslie Fay Companies, Inc.)	86
Glass Thane (see Manville Corporation)	92	Healthknit (see Stanwood Corporation)	133
Gleneagles (see Hartmarx Corporation)	69	heidi (see Pope, Evans and Robbins Incorporated)	111
Glenmac (see Dawson International plc)	35	heidi kids (see Pope, Evans and Robbins Incorporated)	111
Gloria Vanderbilt (see J.P. Stevens & Co., Inc.)	134	Henley (see Dylex Limited)	43
Gold Toe (see West Point-Pepperell, Inc.)	146	Hennessy (see Phillips-Van Heusen Corporation)	110
Golden Glow (see BASF Corporation)	9	Henry Grethel (see Hartmarx Corporation)	69
Golden Eagle (see Eagle Clothes, Inc.)	44	HercuFlex (see PPG Industries, Inc.)	112
Golden Touch (see BASF Corporation)	9	Heritage (see Palm Beach Incorporated)	109
Goldentex (see The Samsung Group)	122	Heritage (see Feltex International Limited)	51
Goodall (see Burlington Industries, Inc.)	19	Heritage U.S.A. (see Signal Apparel Company, Inc.)	128
		Herman (see The Stride Rite Corporation)	135

Index of Textile Trademarks

	PAGE		PAGE
Herman Survivors (see The Stride Rite Corporation)	135	Jerzees (see Russell Corporation)	120
Hickey-Freeman (see Hartmarx Corporation)	69	J.G. Hook for Boys (see Hampton Industries, Inc.)	66
Highlander (see Russ Togs, Inc.)	119	J.G. Hook for Girls (see Hampton Industries, Inc.)	66
Hillary (see Kellwood Company)	82	Jhane Barnes II (see Oxford Industries, Inc.)	108
Holbrook (see Oxford Industries, Inc.)	108	Jimmy Connors (see Stage II Apparel Corp.)	133
Hollofil (see E.I. du Pont de Nemours & Company)	41	Joan Collins Lingerie Collection (see Sanmark-Stardust Inc.)	124
Hot Sox (see Nantucket Industries, Inc.)	100	Joan Mass u.s.a. (see Signal Apparel Company, Inc.)	128
Hotze (see ProGroup, Inc.)	113	Jockey (see Adams-Millis Corporation)	1
Howard Wolf Dress (see Howard B. Wolf, Inc.)	74	John Henry (see Manhattan Industries, Inc.)	91
Howard Wolf (see Howard B. Wolf, Inc.)	74	John Henry (see Farah, Inc.)	50
Howard Wolf Sportswear (see Howard B. Wolf, Inc.)	74	John Henry for Women (see Manhattan Industries, Inc.)	91
Huebner Wolle (see Dawson International plc)	35	John Weitz (see Signal Apparel Company, Inc.)	128
Hunter Haig (see Palm Beach Incorporated)	109	John Weitz (see Palm Beach Incorporated)	109
Hunting Valley (see Wickes Companies, Inc.)	147	John Weitz (see Adams-Millis Corporation)	1
Huntley of York (see Quality Mills, Incorporated)	115	Johnny Carson (see Hartmarx Corporation)	69
Husky (see Feltex International Limited)	51	Johnston & Murphy (see Genesco Inc.)	62
Hydrofil (see Allied-Signal, Inc.)	3	Jones New York (see Brown Group, Inc.)	18
Hytex (see E.I. du Pont de Nemours & Company)	41	Josephine (see Bernard Chaus, Inc.)	14
Ilise Stevens (see Kellwood Company)	82	Josephine Chaus (see Bernard Chaus, Inc.)	14
Image (see UCO S.A.)	142	Josephine Petite (see Bernard Chaus, Inc.)	14
Imperial (see Wickes Companies, Inc.)	147	Josephine Women (see Bernard Chaus, Inc.)	14
Imudra (see UCO S.A.)	142	J.R. Tipton (see Salant Corporation)	121
In Short (see Beeba's Creations, Inc.)	11	Just Right (see Angelica Corporation)	6
Index (see Kellwood Company)	82	Kangaroo (see Munsingwear, Inc.)	99
Inner Visions (see Crystal Brands, Inc.)	32	Karastan (see Fieldcrest Cannon Inc.)	52
Intima (see Guilford Mills, Inc.)	65	Kashmiracle TM (see Bobbie Brooks, Inc.)	15
Intimates (see Sanmark-Stardust Inc.)	124	Kasper for A.S.L. (see The Leslie Fay Companies, Inc.)	85
Iron Velvet (see Guilford Mills, Inc.)	65	Katzenbach & Warren (see Wickes Companies, Inc.)	147
Izod (see Crystal Brands, Inc.)	32	Kaufman's Uniforms (see Superior Surgical Mfg. Co., Inc.)	137
Izod Club (see Crystal Brands, Inc.)	32	Kaylo (see Owens-Corning Fiberglas Corporation)	107
Izod Lacoste (see Crystal Brands, Inc.)	32	Keds (see The Stride Rite Corporation)	135
J&M for women (see Genesco Inc.)	62	Keds (see Fuqua Industries, Inc.)	58
J. Jordan (see Jay Jacobs, Inc.)	80	Kelli Kaye (see Russ Togs, Inc.)	119
J. Press (see Palm Beach Incorporated)	109	Kelty (see Kellwood Company)	82
Jack Nicklaus (see Warnaco Group, Inc.)	146	Kensington (see Feltex International Limited)	5
Jack Nicklaus (see Hartmarx Corporation)	69	Kevlar (see Springs Industries, Inc.)	122
Jack Winter (see Winjak, Inc.)	149	Kevlar (see Hexcel Corporation)	72
Jaeger (see Coats Viyella Plc)	26	Kevlar (see E.I. du Pont de Nemours & Company)	41
J.A.M. (see Mayfair Industries, Inc.)	93	Khazana (see Beeba's Creations, Inc.)	11
James Bliss (see E&B Marine Inc.)	46	Kicks (see Kellwood Company)	82
James H. McClory (see ProGroup, Inc.)	113	Kilgour (see Genesco Inc.)	62
Jane Colby (see Mayfair Industries, Inc.)	93	Kimberly (see Manhattan Industries, Inc.)	91
Jarman (see Genesco Inc.)	62	Kinney Wallcoverings (see Wickes Companies, Inc.)	147
Jay Jacobs (see Jay Jacobs, Inc.)	80	Kleinert's (see Kleinert's, Inc.)	84
Jaymar (see Hartmarx Corporation)	69	Klopman (see Burlington Industries, Inc.)	19
JaySport (see Hartmarx Corporation)	69	Knit One (see Guilford Mills, Inc.)	65
JBH (see Oxford Industries, Inc.)	108	Knitvivo (see The Leslie Fay Companies, Inc.)	86
J.E. Morgan (see Dawson International plc)	35	Knitovations (see Burlington Industries, Inc.)	19
Jean Muir (see Coats Viyella Plc)	26		
Jean Pier Clemente (see Brown Group, Inc.)	18		
Jell-o (see Garan, Incorporated)	61		

Index of Textile Trademarks

	PAGE		PAGE
Koban (see Coats Viyella Plc)	26	Levi's (see Humphreys Inc.)	75
Kodel (see Eastman Kodak Company)	45	Levi's shoes and boots (see Brown Group, Inc.)	18
Kodofill (see Eastman Kodak Company)	45	L.E.X. (see PPG Industries, Inc.)	112
Kodosoff (see Eastman Kodak Company)	45	Liberty of London (see Manhattan Industries, Inc.)	91
Komfort Wrap (see Louisville Bedding Company)	89	Liberty Velle (see Guilford Mills, Inc.)	65
Kork-Ease (see The Cherokee Group)	24	Libra (see Lister & Co. p.l.c.)	87
Korktex (see Georgia Bonded Fibers, Inc.)	63	Life Savers (see Mayfair Industries, Inc.)	93
Kuppenheimer (see Hartmarx Corporation)	69	Life Span (see Alba-Waldensian, Inc.)	3
La Beaute (see The Samsung Group)	122	Life Stride (see Brown Group, Inc.)	18
La Mode (see Belding Heminway Company, Inc.)	11	Lily (see Belding Heminway Company, Inc.)	11
Lace Artistry Sensuettes (see Munsingwear, Inc.)	99	Listalama (see Lister & Co. p.l.c.)	87
Lacoste (see Crystal Brands, Inc.)	32	Lister Brushed D.K. (see Lister & Co. p.l.c.)	87
Lacoste Club (see Crystal Brands, Inc.)	32	Little Dimensions (see Kleinert's, Inc.)	84
Lady Manhattan (see Manhattan Industries, Inc.)	91	Littlefoot (see The Cherokee Group)	24
lady Baynard (see Manhattan Industries, Inc.)	91	Live Wires (see Brown Group, Inc.)	18
Lady DeRotchild (see Pope, Evans and Robbins Incorporated)	111	Liz (see Liz Claiborne, Inc.)	88
Lady Laura (see Russ Togs, Inc.)	119	Liz Claiborne (see Liz Claiborne, Inc.)	88
Lady Oak Hill (see Oak Hill Sportswear Corporation)	105	Lizsport (see Liz Claiborne, Inc.)	88
Lady Pepperell (see West Point-Pepperell, Inc.)	146	Lizwear (see Liz Claiborne, Inc.)	88
Lady Pepperell (see Grafton Group Limited)	65	Loftura (see Eastman Kodak Company)	45
Lady Sansabelt (see Hartmarx Corporation)	69	Looney Tunes (see Fuqua Industries, Inc.)	58
Ladybird (see Coats Viyella Plc)	26	Lotus (see Lister & Co. p.l.c.)	87
Ladyfinger (see Boss Manufacturing Company)	16	Louis Philippe (see Coats Viyella Plc)	26
Lamar Uniforms (see Superior Surgical Mfg. Co., Inc.)	137	Loving Touch (see Belding Heminway Company, Inc.)	11
Lancaster (see Coats Viyella Plc)	26	Ltd. (see Hartmarx Corporation)	69
Lanier Clothes (see Oxford Industries, Inc.)	108	Ltd. (see Hartmarx Corporation)	69
Lanilon* (see E.I. du Pont de Nemours & Company)	41	Luminaries (see J.P. Stevens & Co., Inc.)	134
Lanvin (see Manhattan Industries, Inc.)	91	Luvtouch (see Guilford Mills, Inc.)	65
Lanvin of Paris (see Genesco Inc.)	62	Luxor (see West Point-Pepperell, Inc.)	146
Lanvin Studio (see Genesco Inc.)	62	Lycra (see E.I. du Pont de Nemours & Company)	41
Laredo (see Genesco Inc.)	62	Lycra (see Alba-Waldensian, Inc.)	3
Laura Ashley (see J.P. Stevens & Co., Inc.)	134	Lyse Spenard (see The Leslie Fay Companies, Inc.)	86
Laura Pearson U.S.A. (see Signal Apparel Company, Inc.)	128	M. L. Synder (see Boss Manufacturing Company)	16
Lavin (see Adams-Millis Corporation)	1	Macbean (see Ensign Clothing Limited)	48
Le Bouton (see Belding Heminway Company, Inc.)	11	Made for a Life at Sea (see E&B Marine Inc.)	46
Le Chic (see Belding Heminway Company, Inc.)	11	Made For Weekends (see Phillips-Van Heusen Corporation)	110
Le Petite (see Belding Heminway Company, Inc.)	11	Madye's (see R.G. Barry Corporation)	8
Le Roi (see Munsingwear, Inc.)	99	Madye's (see Georgia Bonded Fibers, Inc.)	63
Lee Mar (see Athlone Industries, Inc.)	7	Magee Carpets (see Shaw Industries, Inc.)	127
Lees (see Burlington Industries, Inc.)	19	Main Event (see Stage II Apparel Corp.)	133
LeeWright (see Oxford Industries, Inc.)	108	Mainly mohair (see Lister & Co. p.l.c.)	87
Leishman (see Dylex Limited)	43	Maison Condelle (see Consoltex Canada Inc.)	28
Leslie Pomer (see The Leslie Fay Companies, Inc.)	86	Majesta (see J.P. Stevens & Co., Inc.)	134
Leslie Fay (see The Leslie Fay Companies, Inc.)	86	Majestic (see Salem Carpet Mills, Inc.)	122
Leslie Fay Petites (see The Leslie Fay Companies, Inc.)	86	Major League Baseball (see Garan, Incorporated)	61
Leslie Knits (see The Leslie Fay Companies, Inc.)	86	Manhattan (see Manhattan Industries, Inc.)	91
		Manhattan (see Russ Togs, Inc.)	119
		Manhattan (see Stage II Apparel Corp.)	133
		Manhattan Internationl (see Manhattan Industries, Inc.)	91

Index of Textile Trademarks

	PAGE		PAGE
Manhattan-Ward (see Manhattan Industries, Inc.)	91	Mooresville (see Burlington Industries, Inc.)	19
Manor Park (see Oxford Industries, Inc.)	108	Morimer (see Georgia Bonded Fibers, Inc.)	63
Mark of Fifth Avenue (see Sanmark-Stardust Inc.)	124	Motoravia (see Lister & Co. p.l.c.)	87
Mark-less Beauty (see Galaxy Carpet Mills, Inc.)	-60	Movie Star (see Movie Star, Inc.)	99
Marlyle (see Athlone Industries, Inc.)	7	Movie Star Loungewear (see Movie Star, Inc.)	99
Marquesa Lana (see Amoco Corporation)	4	Movie Starlet (see Movie Star, Inc.)	99
Mars White Knight (see Work Wear Corporation, Inc.)	151	Mr. Barco (see Barco of California)	7
Martex (see West Point-Pepperell, Inc.)	146	Ms. Chaus (see Bernard Chaus, Inc.)	14
Martex (see Grafton Group Limited)	65	Ms. Chaus Petite (see Bernard Chaus, Inc.)	14
Martin's Uniforms (see Superior Surgical Mfg. Co., Inc.)	137	Ms. Russ (see Russ Togs, Inc.)	119
Mary Quant (see Dominion Textile, Inc.)	38	Munsingwear (see Munsingwear, Inc.)	99
Match (see Munsingwear, Inc.)	99	Munsingwear Slammers (see Munsingwear, Inc.)	99
Mathplay (see Coats Viyella Plc)	26	My Favorite Things (see Belding Heminway Company, Inc.)	11
Matte Grande (see Fab Industries, Inc.)	48	Name Droppers (see Kellwood Company)	82
Mazurka (see Kellwood Company)	82	Nancy (see Sanmark-Stardust Inc.)	124
M.B.W. (see Harvard Knitwear, Inc.)	70	National Football League (see Garan, Incorporated)	61
McGeorge (see Dawson International plc)	35	Natur (see Guilford Mills, Inc.)	65
McGregor (see Oxford Industries, Inc.)	108	Natur Plus (see Guilford Mills, Inc.)	65
McGregor (see Stage II Apparel Corp.)	133	Naturalizer (see Brown Group, Inc.)	18
McGregor (see Stanwood Corporation)	133	The Naturals (see Galaxy Carpet Mills, Inc.)	60
McGregor for Boys (see Hampton Industries, Inc.)	66	Nautica (see State-O-Maine, Inc.)	134
Melrose (see Kellwood Company)	82	Nelbarden (see CoxMoore plc)	29
Members Only (see Stage II Apparel Corp.)	133	New Attitude (see Russ Togs, Inc.)	119
Memphis Jones (see Oak Hill Sportswear Corporation)	105	New Editions (see Dylex Limited)	43
Merona (see Oxford Industries, Inc.)	108	New-Tec (see Coats Viyella Plc)	26
Merona Sport (see Oxford Industries, Inc.)	108	Nextel (see Hexcel Corporation)	72
Mervyn's Code Bleu (see Bayly Corp.)	9	Nicola Mancini (see Hartmarx Corporation)	69
Metalon (see Guilford Mills, Inc.)	65	NIKE (see NIKE, Inc.)	103
Metaphors (see Reebok International Ltd.)	117	NIKE-Air (see NIKE, Inc.)	103
Microolith (see Manville Corporation)	92	Nino Cerruti (see Hartmarx Corporation)	69
Middishade (see Eagle Clothes, Inc.)	44	Nino Cerruti (see Dylex Limited)	43
Milbrook (see Wickes Companies, Inc.)	147	Nomelle* (see E.I. du Pont de Nemours & Company)	41
Miller Manufacturing (see Work Wear Corporation, Inc.)	151	Nomex (see E.I. du Pont de Nemours & Company)	41
Millhealth (see Burlington Industries, Inc.)	19	Nomotta (see Coats Viyella Plc)	26
Milwards (see Coats Viyella Plc)	26	Noralen (see Feltex International Limited)	51
Mini-Dimensions (see Kleinert's, Inc.)	84	Norlantic (see E&B Marine Inc.)	46
Mirafi (see Dominion Textile, Inc.)	38	Normandy Isle (see Harvard Knitwear, Inc.)	70
Miss McDuff (see Sirco International Corp.)	129	Norset (see Champion Products Inc.)	23
Misty Harbor (see United Merchants and Manufacturers, Inc.)	143	North Atlantic Trading Co. (see E&B Marine Inc.)	46
Mitre (see Genesco Inc.)	62	Northfield (see Kellwood Company)	82
Mobinsul (see Manville Corporation)	92	The Northwestern Knitting Company (see Munsingwear, Inc.)	99
Mohara (see Burlington Industries, Inc.)	19	Nouvelle (see Hercules Incorporated)	71
Mohasco (see Mohasco Corporation)	96	Nova (see Owens-Corning Fiberglas Corporation)	107
Mohawk (see Mohasco Corporation)	96	N.P.W. (see Farah, Inc.)	50
Mondo (see Sirco International Corp.)	129	NUKON (see Owens-Corning Fiberglas Corporation)	107
Monticello (see Fieldcrest Cannon Inc.)	52	Nu-Mode (see Dylex Limited)	43
Monticello (see Burlington Industries, Inc.)	19	Oak Hill (see Oak Hill Sportswear Corporation)	105

Index of Textile Trademarks

	PAGE		PAGE
Oak Hill Petites (see Oak Hill Sportswear Corporation)	105	Penmans (see Dominion Textile, Inc.)	38
Oak Street (see Humphreys Inc.)	75	Penn (see Belding Heminway Company, Inc.)	11
Oblique (see Munsingwear, Inc.)	99	Pepperell (see West Point-Pepperell, Inc.)	146
Ocean Pacific (see Bayly Corp.)	9	Pequot (see Springs Industries, Inc.)	132
OHI (see Oak Hill Sportswear Corporation)	105	Peregal (see GAF Corporation)	59
Olde Kentucky (see Louisville Bedding Company)	89	Performance (see Springs Industries, Inc.)	132
Oleg Cassini (see Oxford Industries, Inc.)	108	Permafrost (see Belding Heminway Company, Inc.)	11
Oleg Cassini (see Sheridan Designs Ltd., Inc.)	128	Perma-Ply (see Owens-Corning Fiberglas Corporation)	107
Olga (see Warnaco Group, Inc.)	146	Perma-Screen (see Bay Mills Limited)	9
Olga Christina (see Warnaco Group, Inc.)	146	Perry Ellis (see Manhattan Industries, Inc.)	91
Omnisport (see Feltex International Limited)	51	Perry Ellis (see Genesco Inc.)	62
O'Neill (see Bayly Corp.)	9	Perry Ellis Portfolio (see Manhattan Industries, Inc.)	91
Oneita Power-T (see Instruments Systems Corporation)	78	Personal II (see The Leslie Fay Companies, Inc.)	86
Open Boundaries (see Phillips-Van Heusen Corporation)	110	Personal Petites (see The Leslie Fay Companies, Inc.)	86
Optique* (see E.I. du Pont de Nemours & Company)	41	Personal Sportswear (see The Leslie Fay Companies, Inc.)	86
Orelle* (see E.I. du Pont de Nemours & Company)	41	Peter England (see Coats Viyella Plc)	26
Original Glimmer (see Guilford Mills, Inc.)	65	Philadelphia (see Shaw Industries, Inc.)	127
Orlon (see E.I. du Pont de Nemours & Company)	41	Phoenix (see Genesco Inc.)	62
Oscar de la Renta (see Oxford Industries, Inc.)	108	Picknit (see Dylex Limited)	43
Oscar de La Renta (see Adams-Millis Corporation)	1	Pierre (see Manhattan Industries, Inc.)	91
OshKosh (see Oshkosh B'Gosh, Inc.)	106	Pierre Cardin (see J.P. Stevens & Co., Inc.)	134
OshKosh B'Gosh (see Oshkosh B'Gosh, Inc.)	106	Pierre Cardin (see Hartmarx Corporation)	69
Outlander (see The Leslie Fay Companies, Inc.)	86	Pierre Cardin (see Sheridan Designs Ltd., Inc.)	128
Oxford Slacks (see Oxford Industries, Inc.)	108	Pierre Cardin (see Dylex Limited)	43
Oxford Shirts (see Oxford Industries, Inc.)	108	Pima Collection (see West Point-Pepperell, Inc.)	146
Pacific (see Springs Industries, Inc.)	132	Pinehurst (see J.P. Stevens & Co., Inc.)	134
Pacific (see Burlington Industries, Inc.)	19	Pinfeather (see Burlington Industries, Inc.)	19
Pacific Silvercloth (see Springs Industries, Inc.)	132	Pin-In (see Kleinert's, Inc.)	84
Palm Springs (see Palm Beach Incorporated)	109	Pinot Noir (see Beeba's Creations, Inc.)	11
Palm Beach (see Palm Beach Incorporated)	109	Pipeline (see J.P. Stevens & Co., Inc.)	134
Palm Lite (see Palm Beach Incorporated)	109	Plain Pockets (see Bayly Corp.)	9
Palmer Peerless (see ProGroup, Inc.)	113	Planter Linen (see Palm Beach Incorporated)	109
Pam Undies (see Sanmark-Stardust Inc.)	124	Playboy (see Stage II Apparel Corp.)	133
Panalure (see Fab Industries, Inc.)	48	Players (see Phillips-Van Heusen Corporation)	110
Panaville (see Fab Industries, Inc.)	48	PLAYMATE (see Sanmark-Stardust Inc.)	124
Pannill (see Pannill Knitting Company, Incorporated)	110	Polo (see Palm Beach Incorporated)	109
Panotex (see Coats Viyella Plc)	26	Polo by Ralph Lauren (see Palm Beach Incorporated)	109
Pa-Quel (see Monsanto Company)	97	Polo for Boys (see Oxford Industries, Inc.)	108
Paragon (see Brown Group, Inc.)	18	Polo University Club by Ralph Lauren (see Genesco Inc.)	62
Parsons Place (see Kellwood Company)	82	Poly Bac (see Amoco Corporation)	4
Pastelle (see Lister & Co. p.l.c.)	87	Poly Bac II (see Amoco Corporation)	4
Patina (see Allied-Signal, Inc.)	3	Poly Double Bac (see Amoco Corporation)	4
Patlon (see Amoco Corporation)	4	Poly Needle Bac (see Amoco Corporation)	4
Patons (see Coats Viyella Plc)	26	Poly One (see Guilford Mills, Inc.)	65
Penelope (see Coats Viyella Plc)	26	Polysuede (see Guilford Mills, Inc.)	65
Penguin (see Munsingwear, Inc.)	99	Portrait Clothes by Barco (see Barco of California)	7
Penguin Design (see Munsingwear, Inc.)	99	Posluns (see Dylex Limited)	43

Index of Textile Trademarks

	PAGE		PAGE
Powerbond (see Wickes Companies, Inc.)	147	Reverse Weave (see Champion Products Inc.)	23
PP Patchogue Plymouth (see Amoco Corporation)	4	Richman Woman (see F. W. Woolworth Co.)	150
Prelude (see UCO S.A.)	142	Richmond (see Lister & Co. p.l.c.)	87
Preps shirt (see Hampton Industries, Inc.)	66	Richmond (see Lister & Co. p.l.c.)	87
Pret-A-Porte (see Howard B. Wolf, Inc.)	74	Rich-R (see Manville Corporation)	92
Pringle of Scotland (see Dawson International plc)	35	The Right Impression (see Barco of California)	7
Pringle of Scotland (see Warnaco Group, Inc.)	146	Rob Roy (see Garan, Incorporated)	61
Private Edition (see Jay Jacobs, Inc.)	80	Robert Scott Ltd. (see Kellwood Company)	82
Pro Tour (see Stage II Apparel Corp.)	133	Robert Bruce (see Robert Bruce Industries Inc.)	118
Pro-Keds (see The Stride Rite Corporation)	135	Robert Bruce (see Savoy Industries, Inc.)	126
Pro-Keds (see Fuqua Industries, Inc.)	58	Robert Stock (see Oxford Industries, Inc.)	108
Propex (see Amoco Corporation)	4	Rockport (see Reebok International Ltd.)	117
Propex III (see Amoco Corporation)	4	Roccol (see Coats Viyella Plc)	26
Proportion Plus (see Alba-Waldensian, Inc.)	3	RocSports (see Reebok International Ltd.)	117
ProWalker (see Reebok International Ltd.)	117	Roebuck (see Kellwood Company)	82
Punch Line (see Kellwood Company)	82	Roman Stripe (see Alba-Waldensian, Inc.)	3
Pure Gold 13 (see Sanmark-Stardust Inc.)	124	Roomaker (see United Merchants and Manufacturers, Inc.)	143
Puritan (see Warnaco Group, Inc.)	146	Rose Marie Reid (see United Merchants and Manufacturers, Inc.)	143
Qazul (see Imperial Chemical Industries PLC)	77	Royal Ascot (see Coats Viyella Plc)	26
Qiana* (see E.I. du Pont de Nemours & Company)	41	Royal Family (see Fieldcrest Cannon Inc.)	52
Quail Hollow (see Stanwood Corporation)	133	Royal Palm Beach (see Palm Beach Incorporated)	109
Quallifil* (see E.I. du Pont de Nemours & Company)	41	Rrribbitt Rrribbitt (see Mayfair Industries, Inc.)	93
Quelque Chose (see Munsingwear, Inc.)	99	Ruby Ltd. (see Hartmarx Corporation)	69
Quickship (see Galaxy Carpet Mills, Inc.)	60	Rufco (see Raven Industries, Inc.)	116
Quiksilver (see Quiksilver, Inc.)	115	Rugger (see Palm Beach Incorporated)	109
Quilite (see Manville Corporation)	92	Russ (see Russ Togs, Inc.)	119
Quiltcraft (see Louisville Bedding Company)	89	Russ Girl (see Russ Togs, Inc.)	119
Quintessence (see Munsingwear, Inc.)	99	Russ Petites (see Russ Togs, Inc.)	119
Quote-Me (see Mayfair Industries, Inc.)	93	Russ Studio (see Russ Togs, Inc.)	119
R&K Originals (see United Merchants and Manufacturers, Inc.)	143	Russ Tenn (see Russ Togs, Inc.)	119
Racquet Club (see Hartmarx Corporation)	69	Russell Athletic (see Russell Corporation)	120
Radiance (see Springs Industries, Inc.)	132	Russell National (see Fruit Of The Loom, Inc.)	57
Raeform (see Burlington Industries, Inc.)	19	Russie (see Russ Togs, Inc.)	119
Rally (see Raven Industries, Inc.)	116	S. Glass (see Owens-Corning Fiberglas Corporation)	107
Ralph Lauren (see J.P. Stevens & Co., Inc.)	134	Sag Harbor (see Kellwood Company)	82
Ralph Lauren (see Nantucket Industries, Inc.)	100	Salem (see Salem Carpet Mills, Inc.)	122
Ravelations (see Feltex International Limited)	51	Salvage (see Ensign Clothing Limited)	48
Rawlings (see Figgie International Inc.)	53	Sampeck (see Palm Beach Incorporated)	109
Red Heart (see Coats Viyella Plc)	26	Samson (see Ensign Clothing Limited)	48
Reebok (see Reebok International Ltd.)	117	Sanford (see Sirco International Corp.)	129
Reebok Sport (see Reebok International Ltd.)	117	Sani Terry (see Alba-Waldensian, Inc.)	3
Reed Handcrafts (see Louisville Bedding Company)	89	Sansabell (see Hartmarx Corporation)	69
Reemay (see E.I. du Pont de Nemours & Company)	41	Saska (see Boss Manufacturing Company)	16
Regal (see Brown Group, Inc.)	18	Sasson (see Kellwood Company)	82
Regency (see Guilford Mills, Inc.)	65	Satin Kiss (see Munsingwear, Inc.)	99
Reid (see Feltex International Limited)	51	Satinessence (see Munsingwear, Inc.)	99
Remember (see Monsanto Company)	97	Saturdays (see West Point-Pepperell, Inc.)	146
Resolution III (see Guilford Mills, Inc.)	65	Savanne (see Farah, Inc.)	50
Resortweave (see Palm Beach Incorporated)	109	Saville Row (see Cox Moore plc)	29
Reverie Ltd. (see Harvard Knitwear, Inc.)	70	Sayelle* (see E.I. du Pont de Nemours & Company)	41

Index of Textile Trademarks

	PAGE		PAGE
S'Belts (see Humphreys Inc.)	75	Solidogen (see GAF Corporation)	59
Schuss (see Consoltex Canada Inc.)	28	Solite (see Kleinert's, Inc.)	84
Sclipsun (see Coats Viyella Plc)	26	Solo's (see Palm Beach Incorporated)	109
Screen Stars (see Fruit Of The Loom, Inc.)	57	Somebody (see Alba-Waldensian, Inc.)	3
Sea Fashions of California (see Athlone Industries, Inc.)	7	Sonobatts (see Owens-Corning Fiberglas Corporation)	107
Sea Isle (see Manhattan Industries, Inc.)	91	Sontara (see E.I. du Pont de Nemours & Company)	41
Sea Weed of California (see Athlone Industries, Inc.)	7	Sontique* (see E.I. du Pont de Nemours & Company)	41
Seam-Less Saxonies (see Galaxy Carpet Mills, Inc.)	60	SONUS (see Nordisk Fjerfabrik Aktieselskab)	104
Second Glance (see Munsingwear, Inc.)	99	Soupcon (see Instruments Systems Corporation)	78
Secret Self (see Munsingwear, Inc.)	99	Spalding (see Warnaco Group, Inc.)	146
Seem free (see Nantucket Industries, Inc.)	100	Special Edition (see Alba-Waldensian, Inc.)	3
SEF (see Monsanto Company)	97	Speedo (see Warnaco Group, Inc.)	146
Sesame Street (see J.P. Stevens & Co., Inc.)	134	S'Penders (see Humphreys Inc.)	75
Sew 'n Tell (see Guilford Mills, Inc.)	65	Sperry (see The Stride Rite Corporation)	135
Shapely (see The Leslie Fay Companies, Inc.)	86	Sperry Top-Sider (see The Stride Rite Corporation)	135
Shapes (see Dylex Limited)	43	Spintex (see Manville Corporation)	92
Sheet Beginnings (see Munsingwear, Inc.)	99	SPORT (see Aileen, Inc.)	2
Ship'n Shore (see Crystal Brands, Inc.)	32	SporThomson (see Salant Corporation)	121
Ship'n Shore for Me (see Crystal Brands, Inc.)	32	Spot-Less Collection (see Galaxy Carpet Mills, Inc.)	60
Shirt Street (see Hampton Industries, Inc.)	66	Springmaid (see Springs Industries, Inc.)	132
Showtime (see Guilford Mills, Inc.)	65	Springweave (see Palm Beach Incorporated)	109
Signage (see Robert Bruce Industries Inc.)	118	Sprint (see National Service Industries, Inc.)	101
Signage (see Savoy Industries, Inc.)	126	SSL (see Owens-Corning Fiberglas Corporation)	107
Signal (see Signal Apparel Company, Inc.)	128	St. John's Bay (see Bayly Corp.)	9
Signature (see Fieldcrest Cannon Inc.)	52	St. Mary's (see Fieldcrest Cannon Inc.)	52
Signature Collection (see Dylex Limited)	43	Stallion (see Stanwood Corporation)	133
Silken Wonder (see Crystal Brands, Inc.)	32	Stallion (see Boss Manufacturing Company)	16
Silky Touch (see BASF Corporation)	9	Stamp Out Stains (see Wickes Companies, Inc.)	147
Silspun (see Dixie Yarns, Inc.)	37	Stardust (see Sanmark-Stardust Inc.)	124
Sir Jac (see Kellwood Company)	82	Sta-rite (see Kleinert's, Inc.)	84
Sir Shirtmakers (see Work Wear Corporation, Inc.)	151	Starlure (see Guilford Mills, Inc.)	65
Sir-Pel (see Georgia Bonded Fibers, Inc.)	63	State-O-Maine (see State-O-Maine, Inc.)	134
Skinner (see Springs Industries, Inc.)	132	Status (see Guilford Mills, Inc.)	65
Ski-Slope (see Consoltex Canada Inc.)	28	Stay Put (see Louisville Bedding Company)	89
Skivvies (see Champion Products Inc.)	23	Stephen Douglas Ltd. (see Harvard Knitwear, Inc.)	70
Slazenger (see Stage II Apparel Corp.)	133	Sterling & Hunt (see Hartmarx Corporation)	69
Slazenger (see Dunlop (BTR Dunlop Limited))	40	Sterling Choice (see Fieldcrest Cannon Inc.)	52
Slipon (see Kleinert's, Inc.)	84	Stevens Bremner (see Feltex International Limited)	51
Sloane Sport (see Jay Jacobs, Inc.)	80	Stitchmat (see Bay Mills Limited)	9
SLR (see Eastman Kodak Company)	45	Strialine (see BASF Corporation)	9
Sluggo (see Sanmark-Stardust Inc.)	124	Stride Rite (see The Stride Rite Corporation)	135
Slumber One (see Guilford Mills, Inc.)	65	Strollers (see Ensign Clothing Limited)	48
Slumber Mate (see Guilford Mills, Inc.)	65	Struble & Moffitt (see Work Wear Corporation, Inc.)	151
Slumberwool (see Feltex International Limited)	51	S-2 Glass (see Owens-Corning Fiberglas Corporation)	107
Snug Treds (see R.G. Barry Corporation)	8	Suits by Dallas (see The Leslie Fay Companies, Inc.)	86
Snug Treds (see Georgia Bonded Fibers, Inc.)	63	Summit (see The Leslie Fay Companies, Inc.)	86
Society Brand (see Hartmarx Corporation)	69	Sun East (see Bayly Corp.)	9
Softex (see Kleinert's, Inc.)	84	Sunforce (see National Service Industries, Inc.)	101
Soft'n Vivid (see J.P. Stevens & Co., Inc.)	134		
Sof-Touch (see Guilford Mills, Inc.)	65		
So-Lara (see Monsanto Company)	97		

Index of Textile Trademarks

	PAGE		PAGE
Sunfrost (see Palm Beach Incorporated)	109	Textmade (see Dominion Textile, Inc.)	38
Super Blend Denim (see West Point-Pepperell, Inc.)	146	Textra (see West Point-Pepperell, Inc.)	146
Super Sheen (see Coats Viyella Plc)	26	Thane (see Warnaco Group, Inc.)	146
Supercalc (see Springs Industries, Inc.)	132	Therma-Quilt (see Guilford Mills, Inc.)	65
Superdown (see Nordisk Fjerfabrik Aktieselskab)	104	Thinsulate (see Minnesota Mining and Manufacturing Company)	95
Superlin (see Springs Industries, Inc.)	132	Thintech (see Minnesota Mining and Manufacturing Company)	95
Superman (see Sanmark-Stardust Inc.)	124	Thomson (see Salant Corporation)	121
SuperSports (see Reebok International Ltd.)	117	Thorngate Uniforms (see Hartmarx Corporation)	69
SuperSuede (see Fab Industries, Inc.)	48	Thorobred Yarns (see Feltex International Limited)	51
SuperSuede Bonded (see Fab Industries, Inc.)	48	Thorstrand (see Hexcel Corporation)	72
SuperSuede II (see Fab Industries, Inc.)	48	Thunder Bay (see Dylex Limited)	43
SuperSuede-Plus (see Fab Industries, Inc.)	48	Tiffany Uniforms (see Superior Surgical Mfg. Co., Inc.)	137
Supertred (see Feltex International Limited)	51	Toddly Winks (see Quality Mills, Incorporated)	115
Supreme (see Lister & Co. p.l.c.)	87	TOI (see Oak Hill Sportswear Corporation)	105
Supreme Plus (see Owens-Corning Fiberglas Corporation)	107	Toni Todd (see Russ Togs, Inc.)	119
Suraline (see Burlington Industries, Inc.)	19	Top Seed (see Stage II Apparel Corp.)	133
Sure-Foam II (see Georgia Bonded Fibers, Inc.)	63	Touch of Tenderness (see Sanmark-Stardust Inc.)	124
Suspend-R (see Manville Corporation)	92	Trails West (see Raven Industries, Inc.)	116
Sussex (see Eagle Clothes, Inc.)	44	Trailwise (see Boss Manufacturing Company)	16
Sutton (see Russ Togs, Inc.)	119	Transformer (see Beeba's Creations, Inc.)	11
S'Wallets (see Humphreys Inc.)	75	Translucence (see Munsingwear, Inc.)	99
Sweatout (see Adams-Millis Corporation)	1	Trans-Pak (see Owens-Corning Fiberglas Corporation)	107
Swedish Three Crown (see Alba-Waldensian, Inc.)	3	Transport (see Reebok International Ltd.)	117
Sweet Baby Jane (see Munsingwear, Inc.)	99	Trend (see Quality Mills, Incorporated)	115
Swift (see Dominion Textile, Inc.)	38	Trend Sport (see Quality Mills, Incorporated)	115
Swimbodies (see Munsingwear, Inc.)	99	Trevira (see Hoechst Celanese Corporation)	74
Swing West (see Raven Industries, Inc.)	116	Trevira (see Hoechst Aktiengesellschaft)	72
Swoosh (see NIKE, Inc.)	103	Trevira Ca (see Hoechst Aktiengesellschaft)	72
Swordfish (see CoxMoore plc)	29	Trevira Finesse (see Hoechst Aktiengesellschaft)	72
Synera (see Amoco Corporation)	4	Trevira Linenesque (see Hoechst Celanese Corporation)	74
TACO (see Salant Corporation)	121	Trevira Spunbond (see Hoechst Celanese Corporation)	74
Tactel (see Imperial Chemical Industries PLC)	77	Trident (see Coats Viyella Plc)	26
Tactesse (see Imperial Chemical Industries PLC)	77	Trimtex (see Wm. E. Wright Co.)	149
Tahiti Five Star (see Lister & Co. p.l.c.)	87	Trip-L-Aire (see Palm Beach Incorporated)	109
Take 1 (see Kellwood Company)	82	Tri-Way (see Crystal Brands, Inc.)	32
Talisman; Hand knitting yarns: Practical (see Lister & Co. p.l.c.)	87	Try 1 (see Oak Hill Sportswear Corporation)	105
Taper-T (see Champion Products Inc.)	23	Tuffi (see Dawson International plc)	35
Target Apparel (see Dylex Limited)	43	Tultex (see Tultex Corporation)	141
Tarpoon (see Burlington Industries, Inc.)	19	Tweens (see Quality Mills, Incorporated)	115
Taslan (see E.I. du Pont de Nemours & Company)	41	Two East (see Hampton Industries, Inc.)	66
Tasman Automotive (see Feltex International Limited)	51	2-Pyrol (see GAF Corporation)	59
Tastemaker (see J.P. Stevens & Co., Inc.)	134	Typar (see E.I. du Pont de Nemours & Company)	41
Teddy Bears (see Kleinert's, Inc.)	84	Tyvek (see E.I. du Pont de Nemours & Company)	41
Teflon (see E.I. du Pont de Nemours & Company)	41	Tyvek (see E.I. du Pont de Nemours & Company)	41
Tempstran (see Manville Corporation)	92	Uco (see UCO S.A.)	142
Terry Bear (see Instruments Systems Corporation)	78	Ultimates (see Alba-Waldensian, Inc.)	3
Terry Mate (see Guilford Mills, Inc.)	65		
Terry Velour (see Guilford Mills, Inc.)	65		
TEXO (see PPG Industries, Inc.)	112		

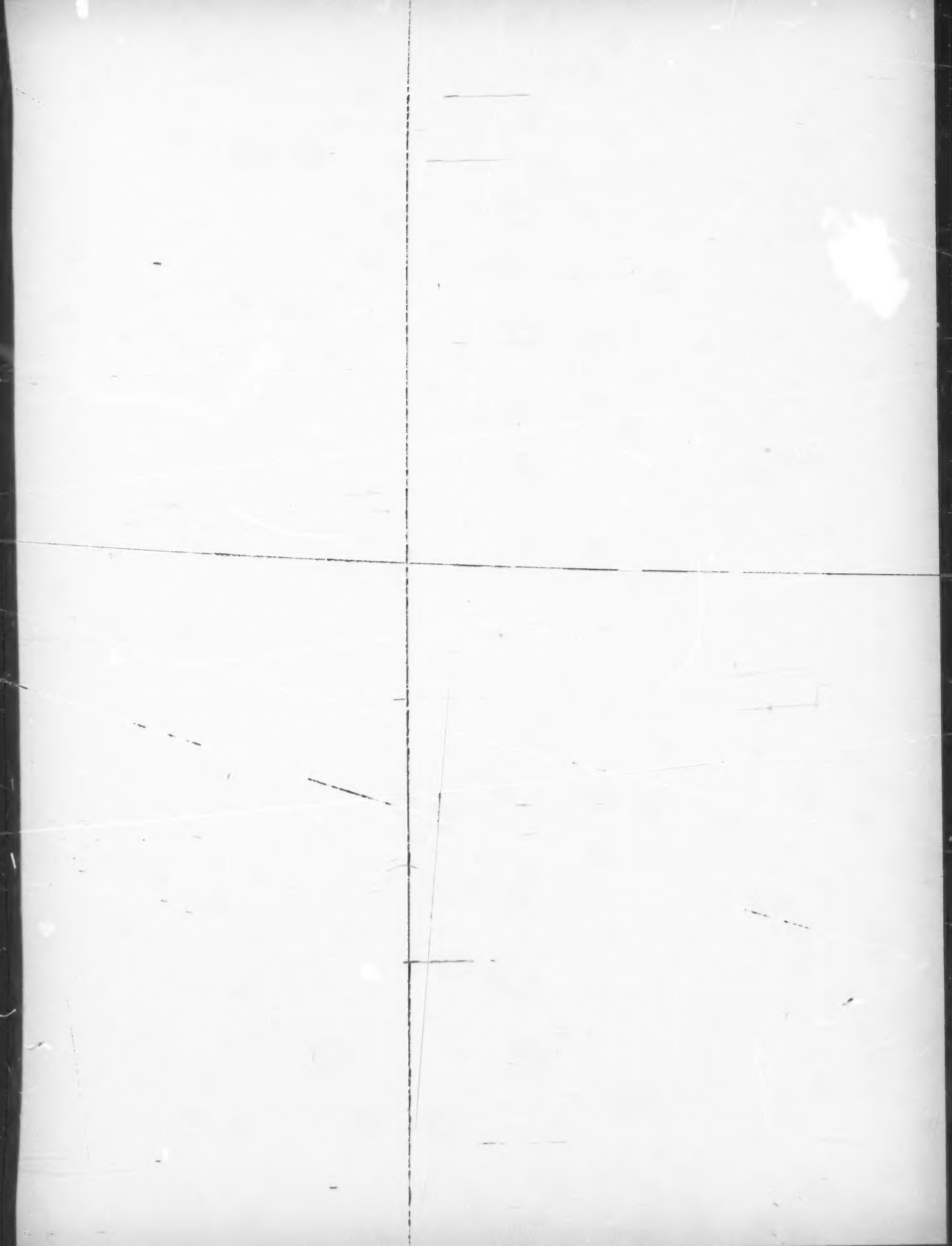
Index of Textile Trademarks

	PAGE		PAGE
Ultra Sweats (see Pannill Knitting Company, Incorporated)	110	Viyella (see Coats Viyella Plc)	26
Ultra Touch (see J.P. Stevens & Co., Inc.)	134	Voyant (see Guilford Mills, Inc.)	65
Ultra Touch (see BASF Corporation)	9	V-Pyrol (see GAF Corporation)	59
Ultraloft (see Low & Bonar PLC)	90	Wabasso (see Dominion Textile, Inc.)	38
Ultramere* (see E.I. du Pont de Nemours & Company)	41	Wallop (see Boss Manufacturing Company)	16
Ultranelle (see Guilford Mills, Inc.)	65	Walt Wear Apparel (see Hampton Industries, Inc.)	66
Ultrastuede (see Springs Industries, Inc.)	132	Walter-Morton (see Hartmarx Corporation)	69
Ultravelle (see Guilford Mills, Inc.)	65	Wamsutta (see Springs Industries, Inc.)	132
Ultrassa (see Burlington Industries, Inc.)	19	Warmth Rated (see Guilford Mills, Inc.)	65
Ultrilure (see Guilford Mills, Inc.)	65	Warner's (see Warnaco Group, Inc.)	146
Ultron (see Monsanto Company)	97	Wear-Dated (see Monsanto Company)	97
Underneath It All (see Munsingwear, Inc.)	99	WeatherRouge (see Kellwood Company)	82
Uni-set (see Galaxy Carpet Mills, Inc.)	60	Weatherthane (see Hartmarx Corporation)	69
United (see Wickes Companies, Inc.)	147	Webs (see Humphreys Inc.)	75
Universal Cottons (see Superior Surgical Mfg. Co., Inc.)	137	Weebok (see Reebok International Ltd.)	117
Upper Class (see South Sea Textile Manufacturing Company, Limited)	131	Weekender (see Russ Togs, Inc.)	119
Utica (see J.P. Stevens & Co., Inc.)	134	Weekender (see Palm Beach Incorporated)	109
Van Heusen (see Coats Viyella Plc)	26	Weekender (see Adams-Millis Corporation)	1
Van Heusen Collection (see Phillips-Van Heusen Corporation)	110	Wellington Fashions (see Bobbie Brooks, Inc.)	15
Van Luit (see Wickes Companies, Inc.)	147	West Point Pepperell (see West Point-Pepperell, Inc.)	146
Vantona (see Coats Viyella Plc)	26	WFF Designer (see Farah, Inc.)	50
Varsity Town (see Palm Beach Incorporated)	109	Whipped Cream (see Burlington Industries, Inc.)	19
Vassarette (see Munsingwear, Inc.)	99	White Knight Textiles (see Work Wear Corporation, Inc.)	151
Vellux (see West Point-Pepperell, Inc.)	146	White Stag (see Warnaco Group, Inc.)	146
Velvelour (see Munsingwear, Inc.)	99	Whitney Lang (see Oak Hill Sportswear Corporation)	105
Venezia D.K. (see Lister & Co. p.l.c.)	87	Wild Rose (see Lister & Co. p.l.c.)	87
Vera (see Manhattan Industries, Inc.)	91	Wildcats by Buster Brown (see Brown Group, Inc.)	18
Verasport (see Manhattan Industries, Inc.)	91	William Barry Blassport (see Palm Beach Incorporated)	109
Verel (see Eastman Kodak Company)	45	Windemere; Furnishing velvets: Tudor (see Lister & Co. p.l.c.)	87
Versa Drape (see Superior Surgical Mfg. Co., Inc.)	137	Win-R (see Manville Corporation)	92
Vicky Vaughn (see Russ Togs, Inc.)	119	Winston (see Salem Carpet Mills, Inc.)	122
Victoria Jones Petites (see Oak Hill Sportswear Corporation)	105	Winterweights (see Phillips-Van Heusen Corporation)	110
Victoria Jones (see Oak Hill Sportswear Corporation)	105	Wintuk*. *Certification marks (see E.I. du Pont de Nemours & Company)	41
Victoria Sport (see Oak Hill Sportswear Corporation)	105	Wispuade (see Fab Industries, Inc.)	48
Victoria Wear (see Oak Hill Sportswear Corporation)	105	Witty Bros (see Eagle Clothes, Inc.)	44
Villager (see United Merchants and Manufacturers, Inc.)	143	Wiz-Wipes (see Work Wear Corporation, Inc.)	151
Viscount (see Lister & Co. p.l.c.)	87	Wolverine (see Stanwood Corporation)	133
Vitafibre (see Feltex International Limited)	51	Wonderale (see Springs Industries, Inc.)	132
Vitafoam (see Feltex International Limited)	51	Work Wear (see Work Wear Corporation, Inc.)	151
Vitality (see Feltex International Limited)	51	Worklon (see Superior Surgical Mfg. Co., Inc.)	137
Vitastylene (see Feltex International Limited)	51	Wrangler (see Adams-Millis Corporation)	1
Vivana (see BASF Corporation)	9	Wright (see Oxford Industries, Inc.)	108
		Wrights (see Wm. E. Wright Co.)	149
		XX Span (see Alba-Waldensian, Inc.)	3
		Yorke (see Hartmarx Corporation)	69

Index of Textile Trademarks

PAGE

You & i (see Aileen, Inc.)	2
Young Canadian (see Dylex Limited)	43
Yves Saint Laurent (see Adams-Millis Corporation)	1
Zantrel (see BASF Corporation)	9
Zefran (see BASF Corporation)	9
Zefsport (see BASF Corporation)	9
Zeftron (see BASF Corporation)	9
Zeftron 500 (see BASF Corporation)	9
Zips (see The Stride Rite Corporation)	135



Index of Divisions & Subsidiaries

Note: This index includes only the textile and apparel manufacturers and retailers of the publicly-held companies listed in this book.

	PAGE		PAGE
A. S. Burg Company (see Fab Industries, Inc.)	48	Barbcorp, Inc. (see Owens-Corning Fiberglas Corporation)	107
A. Sulka & Company Ltd. (see Syms Corp.)	138	Barco of California	7
Abbeygate Mills Limited (see CoxMoore plc)	29	Barrie Knitwear Ltd. (see Dawson International plc)	35
Abe Schrader Corporation (see INTERCO Incorporated)	79	Barry de Mexico (see R.G. Barry Corporation)	8
ACS Industries, Inc.	1	BASF Corporation	9
Adams-Millis Corporation	1	Bassett & Walker, Inc. (see VF Corporation)	145
Adirondack Knitting Mills, Inc. (see Fab Industries, Inc.)	48	Bay Mills Limited	9
A.E. Charlesworth & Co. Limited (see CoxMoore plc)	29	Bayly Corp.	9
Aerostar International, Inc. (see Raven Industries, Inc.)	116	Becton, Dickinson and Company	10
Aileen, Inc.	2	Beeba's Creations, Inc.	11
Ajay Enterprises Corporation (see Fuqua Industries, Inc.)	58	Beige and Company (see The Leslie Fay Companies, Inc.)	86
Alba-Waldensian, Inc.	3	Belding Heminway Company, Inc.	11
Albert Hartley Limited (see Coats Viyella Plc)	26	Belfort Instrument (see TransTechnology Corporation)	140
Allied-Signal, Inc.	3	Bell Woven Label Company Limited (see CoxMoore plc)	29
American Borate Corporation (see Owens-Corning Fiberglas Corporation)	107	Bemis Company, Inc.	12
American Photographic Group (see Eastman Kodak Company)	46	Benmor Clothing Manufacturers (Pty.) Ltd. (see Ensign Clothing Limited)	48
Amoco Corporation	4	Bentley Sales (see R.G. Barry Corporation)	8
Andover Togs, Inc.	5	Berkshire Hathaway Inc.	13
Andrea Gayle (see The Leslie Fay Companies, Inc.)	86	Bernard Chaus, Inc.	14
Andrew Harvey Ltd. (see Kellwood Company)	83	Big Steel Man (see Dylex Limited)	43
Angelica Corporation	6	Big Yank Corporation (see INTERCO Incorporated)	79
Anne Klein for New Aspects (see Manhattan Industries, Inc.)	91	Bigelow-Sanford, Inc. (see Fieldcrest Cannon Inc.)	53
Appel Uniforms (see Superior Surgical Mfg. Co., Inc.)	137	The Biltwell Company, Inc. (see INTERCO Incorporated)	79
Arnold Palmer Golf Company (see ProGroup, Inc.)	113	Bi-Way Stores Limited (see Dylex Limited)	43
Asahi Fiber Glass Company, Ltd. (28% interest) (see Owens-Corning Fiberglas Corporation)	107	Blackwood Brothers Ltd. (see Dawson International plc)	35
Associated Products Inc. (see Dawson International plc)	35	Bobbie Brooks, Inc.	15
Atex, Inc. (see Eastman Kodak Company)	45	Booth Bay Ltd. (see The Marcade Group, Inc.)	93
Athlone Industries, Inc.	7	Boras Waverli AB	15
Athol American Shirt Company (Pty.) Ltd. (see Ensign Clothing Limited)	48	Boss Manufacturing Company	16
Aurora Fabrics Ltd. (see Boras Waverli AB)	16	Braemar (see Dylex Limited)	43
'Automatic' Sprinkler of Canada, Ltd. (see Figgie International Inc.)	54	Braemar Knitwear Ltd. (see Dawson International plc)	35
Avia Group International, Inc. (see Reebok International Ltd.)	117	Breeze-Eastern (see TransTechnology Corporation)	140
B. H. Emporium (see Dylex Limited)	43	Briar, Inc. (see Hartmarx Corporation)	69
The Ballantyne Sportswear Co. Ltd. (see Dawson International plc)	35	Bridon plc	17
		British Replin Ltd. (see Dawson International plc)	35
		The British Van Heusen Company Limited (see Coats Viyella Plc)	26
		Broadhead & Graves (see Illingworth, Morris PLC)	76
		Brooks Fashion Stores Inc. (48.5% interest) (see Dylex Limited)	44
		Brown Group, Inc.	18

Index of Divisions & Subsidiaries

	PAGE		PAGE
Builders Emporium (see Wickes Companies, Inc.)	147	Coats Viyella Plc	26
Burke Mills, Inc.	19	College-Town, Inc. (see INTERCO Incorporated)	79
Burlington Industries, Inc.	19	Collegiate-Pacific Company (see Littlefield, Adams & Company)	88
C. Victor Limited (see CoxMoore plc)	29	Collins & Aikman Corporation (see Wickes Companies, Inc.)	147
CAE Fiberglass Ltd. (25% interest) (see Owens-Corning Fiberglas Corporation)	107	Colortron Carpets (see Feltex International Limited)	51
Cal-Pen Textiles, Inc. (see Coated Sales, Inc.)	25	Commonwealth Garments Co. Ltd. (see Nanyang Cotton Mill, Ltd.)	101
Calvin Clothing Corporation (see Palm Beach Incorporated)	109	Comptoir Manufacturier de Textile Ltee. (see Consoltex Canada Inc.)	28
Cam Mills, North Dursley, Gloucestershire (see Illingworth, Morris PLC)	76	Concord Fabrics Inc.	27
Cannon Mills International, Ltd. (see Fieldcrest Cannon Inc.)	53	Condelle House Ltd. (see Consoltex Canada Inc.)	28
Cape Cod-Cricket Lane, Inc. (see Kellwood Company)	83	Consoltex Canada Inc.	28
Cargud, S.A. (see Stanwood Corporation)	133	Consoltex Canada Inc. (49.7% interest) (see Coats Viyella Plc)	26
Carisbrook Industries Inc. (Fabric) (see Hanson Plc)	67	Converse Inc. (see INTERCO Incorporated)	79
Carisbrook Industries Inc. (Yarn) (see Hanson Plc)	67	Convertidora Textil, S.A. de C.V. (50%-owned) (see Georgia Bonded Fibers, Inc.)	63
Carolina Mills, Inc.	21	Convertidora Textil, S.A. de C.V. (50%-owned) (see Celanese Mexicana S.A.)	23
Carrington Viyella Garments Limited (see Coats Viyella Plc)	26	Cosalt plc	28
Carwood Manufacturing Company (see Stanwood Corporation)	133	Country Casuals Limited (see Coats Viyella Plc)	26
Celanese Canada Inc.	22	Country Miss, Inc. (92% owned) (see Hartmarx Corporation)	69
Celanese Canada Inc. (56%-owned) (see Hoechst Celanese Corporation)	74	Cowden Manufacturing Company (see INTERCO Incorporated)	79
Celanese Mexicana S.A.	22	Cox Moore Holdings Limited (see CoxMoore plc)	29
Celanese Mexicana, S.A. (40%-owned) (see Hoechst Celanese Corporation)	74	CoxMoore plc	29
Celanese S.A. (see Hoechst Celanese Corporation)	74	Crocodile Garments Limited	30
Central Hardware Company (see INTERCO Incorporated)	79	Crown Crafts, Inc.	30
Champion Products Inc.	23	CrownAmerica, Inc.	31
Charm Step Shoe Company (see Genesco Inc.)	62	Crystal Brands, Inc.	32
Charter Golf, Inc.	24	Culp, Inc.	32
Chemland Industries, Inc. (see Lakeland Industries, Inc.)	86	CV Home Furnishings Limited (see Coats Viyella Plc)	26
The Cherokee Group	24	CV Woven Fabrics Limited (see Coats Viyella Plc)	26
Chutes Corporation (80%-owned) (see The Cherokee Group)	25	CWC Industries Inc.	33
Clan Royal of Scotland (see Dawson International plc)	35	Cyclotomics, Inc. (see Eastman Kodak Company)	46
Claremont Flock Corporation (see Quaker Fabric Corporation)	114	D. Byford & Company Limited (see Coats Viyella Plc)	26
Clark-Schwebel Fiber Glass Corporation (see Springs Industries, Inc.)	132	Dalkeith Knitwear Limited (see Coats Viyella Plc)	26
Claxton Manufacturing Company Inc. (see Sanmark-Stardust Inc.)	124	Damon Creations, Inc.	34
Club International, Inc. (see Dylex Limited)	44	Daniel Illingworth & Sons (see Illingworth, Morris PLC)	76
Coated Sales, Inc.	25	Dansk-Svensk Glasfiber A/S (Denmark) (see Owens-Corning Fiberglas Corporation)	107
Coats & Clark, Inc. (including Dynacast USA) (see Coats Viyella Plc)	26	D'Armigene (see Superior Surgical Mfg. Co., Inc.)	137
		Dash Industries, Inc.	34
		David and Dash International, Inc. (see Dash Industries, Inc.)	34
		David Brooks Ltd., Inc. (see Kellwood Company)	83

Index of Divisions & Subsidiaries

	PAGE		PAGE
Dawson International plc	35	Evan-Picone (see Palm Beach Incorporated)	109
D.D. Sloane, Inc. (see Jay Jacobs, Inc.)	80	Ewart Liddell Limited (see Coats Viyella Plc)	26
Dearfoams Brands Sales (see R.G. Barry Corporation)	8	EZ Sportswear (see Kellwood Company)	83
Delaware Valley Wool Scouring Co. (see Fieldcrest Cannon Inc.)	52	F. Miller (Textiles) Limited (see Coats Viyella Plc)	26
Delta Woodside Industries, Inc.	36	F. W. Woolworth Co.	150
Deutsche Owens-Corning Glasswool GmbH (Germany) (see Owens-Corning Fiberglas Corporation)	107	Fab Industries, Inc.	48
Devon Apparel, Inc. (see INTERCO Incorporated)	79	Fairfield-Noble Corporation	49
Dewan Textile Mills Limited	36	Fairweather (see Dylex Limited)	43
DHJ Industries Deutschland GmbH (see Dominion Textile, Inc.)	38	Farah, Inc.	50
DHJ Industries (U.K.) Ltd. (see Dominion Textile, Inc.)	38	Fashionaire Apparel, Inc. (see Hartmarx Corporation)	69
Diamensfield Ltd. (40% interest) (see Nanyang Cotton Mill, Ltd.)	101	Fashions Seal Uniforms (see Superior Surgical Mfg. Co., Inc.)	137
Diana Cowpe Limited (see Coats Viyella Plc)	26	Fateh Textile Mills Limited	50
Diconix, Inc. (see Eastman Kodak Company)	46	The Fechheimer Brothers Company (see Berkshire Hathaway Inc.)	13
Dixie Yarns, Inc.	37	Feltex International Limited	51
Dominion Textile, Inc.	38	Fiberglas Canada Inc. (49.5% interest) (see Owens-Corning Fiberglas Corporation)	107
Donaghadee Carpets Limited (see Coats Viyella Plc)	26	Fiberglas Fibras Limitada (Brazil) (see Owens-Corning Fiberglas Corporation)	107
Doug Wilson Studios, Inc.	39	Fibrelok Industries (see Feltex International Limited)	51
Drug World (48.03% interest) (see Dylex Limited)	44	Fieldcrest Cannon Inc.	52
Dunlop (BTR Dunlop Limited)	40	Figgie (G.B.) Ltd. (see Figgie International Inc.)	54
Duofold Inc. (see Dawson International plc)	35	Figgie International Inc.	53
DWG Corporation	42	FILSYN Corporation	55
Dylex Limited	43	Fine's Men's Shops, Incorporated (see INTERCO Incorporated)	79
E&B Marine Inc.	46	Fireland Industries, Inc. (see Lakeland Industries, Inc.)	86
Eagle Clothes, Inc.	44	The Firestone Tire & Rubber Company	56
Eagle Shirtmakers, Inc. (see Palm Beach Incorporated)	109	The First Republic Corporation of America	57
Eastman Kodak Company	45	Firth & Wilson (Scarborough) Limited (see CoxMoore plc)	29
Ectona Fibres Limited (see Eastman Kodak Company)	46	Fisher Controls International, Inc. (see Monsanto Company)	97
Eden Yarns, Inc. (see Pannill Knitting Company, Incorporated)	110	Flight Connector (see TransTechnology Corporation)	140
E.I. du Pont de Nemours & Company	41	The Florsheim Shoe Company (see INTERCO Incorporated)	79
Eikonix Corporation (see Eastman Kodak Company)	46	Form-O-Uth, Inc. (see Munsingwear, Inc.)	100
Ektron Applied Imaging, Inc. (see Eastman Kodak Company)	46	Fox Photo, Inc. (see Eastman Kodak Company)	46
Elastex, Inc. (see Texfi Industries, Inc.)	139	Foxmoor Specialty Stores Corporation (see Dylex Limited)	44
Elders IXL Limited	47	Franklin and Templeton (see Hanson Plc)	67
Ellesse U.S.A., Inc. (see Reebok International Ltd.)	117	Fred Perry Sportswear Ltd. (see Figgie International Inc.)	54
Encee, Inc. (see Fieldcrest Cannon Inc.)	53	Fred Perry Sportswear (U.K.) Ltd. (see Figgie International Inc.)	53
Ensign Clothing Limited	48	Fruit Of The Loom, Inc.	57
Ephraim Wood & Co. (see Illingworth, Morris PLC)	76	Fuqua Industries, Inc.	58
Eric Company (see Owens-Corning Fiberglas Corporation)	107		
European Owens-Corning Fiberglas (Belgium) (see Owens-Corning Fiberglas Corporation)	107		

Index of Divisions & Subsidiaries

	PAGE		PAGE
G and O Mfg. Co. (see Kellwood Company)	83	Harvard Knitwear, Inc.	70
GAF Corporation	59	The Hawick Hosiery Company Limited (see	
Galaxy Carpet Mills, Inc.	60	Illingworth, Morris PLC)	76
Garan, Incorporated	61	Head Sportswear (see The Leslie Fay Companies;	
G.D. Searle & Co. (see Monsanto Company)	97	Inc.)	86
Gem Urethane Corp. (see Fab Industries, Inc.)	48	Henry Grethel Apparel (see Hartmarx Corporation)	69
Gemco National, Inc.	61	Henry Grethel for Men (see Manhattan Industries,	
Generra Sportswear Company, Inc. (see Farah, Inc.)	50	Inc.)	91
Genesco Factory To You Shoes (see Genesco Inc.)	62	Henry Grethel for Women (see Manhattan	
Genesco Inc.	62	Industries, Inc.)	91
George Mallison & Sons (see Illingworth, Morris		Hercules Incorporated	71
PLC)	76	Hexcel Corporation	72
Georgia Bonded Fibers, Inc.	63	Hickey-Freeman Co., Inc. (see Hartmarx	
Gessner (see TransTechnology Corporation)	140	Corporation)	69
Girbaud (see VF Corporation)	145	Highland International, Inc. (see Lakeland	
Glastiber AB (Sweden) (see Owens-Corning		Industries, Inc.)	86
Fiberglas Corporation)	107	Highland Yarn Mills, Inc. (see Texfi Industries,	
Gleneagles, Inc. (see Hartmarx Corporation)	69	Inc.)	139
Glenmac Knitwear (Hawick) Ltd. (see Dawson		Hi-Tech Composites, Inc. (see Hexcel Corporation)	72
International plc)	35	Hodgkinson & Gillibrand Limited (see CoxMoore	
Globe Worsted Company (see Illingworth, Morris		plc)	29
PLC)	76	Hoechst Aktiengesellschaft	72
Gloria Vanderbilt, Inc. (see J.P. Stevens & Co., Inc.)	135	Hoechst Celanese Corporation	74
Goldbergs' Marine Distributors (see E&B Marine		Howard B. Wolf, Inc.	74
Inc.)	46	Howard Brothers (see TransTechnology	
Golde's Department Stores, Inc. (see INTERCO		Corporation)	140
Incorporated)	79	Howard Cotton Company (see Dominion Textile,	
Graber Industries, Inc. (see Springs Industries, Inc.)	132	Inc.)	38
Grafton Group Limited	65	Hoyle-Butterworth Limited (see CoxMoore plc)	29
Graham & Gunn Ltd. (see Hartmarx Corporation)	69	Huddersfield Fine Worsteds (see Illingworth, Morris	
Graniteville Company (see DWG Corporation)	42	PLC)	76
Greenside Woolcombing Company (see Illingworth,		Humphreys Inc.	75
Morris PLC)	76	Hutch Sporting Goods, Inc. (see Fuqua Industries,	
The Greif Companies (see Genesco Inc.)	62	Inc.)	58
Guilford Mills, Inc.	65	Illingworth, Morris PLC	76
H. Oritsky (see Hartmarx Corporation)	69	Imperial Chemical Industries PLC	77
Hall & Earl Fabrics Limited (see CoxMoore plc)	29	Instruments Systems Corporation	78
Hampso Apparel, Inc. (see Hampton Industries,		INTERCO Incorporated	78
Inc.)	67	Intercontinental Branded Apparel, Inc. (see	
Hampdex, Inc. (see Hampton Industries, Inc.)	67	Hartmarx Corporation)	69
Hampton Industries, Inc.	66	International Apparel Company (see Stanwood	
Hanora Spinning, Inc. (see The First Republic		Corporation)	133
Corporation of America)	57	International Hat Company (see INTERCO	
Hanson Plc	67	Incorporated)	79
Hardy Shoe Stores (see Genesco Inc.)	62	International Shoe Company (see INTERCO	
Harmal Industries (see Oak Hill Sportswear		Incorporated)	79
Corporation)	105	Irving Posluns' Sportswear (see Dylex Limited)	43
Harold Ingram (see CoxMoore plc)	29	Irwin B. Schwabe (see Movie Star, Inc.)	99
Harry Rosen Inc. (51% owned) (see Dylex Limited)	43	Isaac Holden (Synthetics) Company (see Illingworth,	
Hart Schaffner & Marx Clothes (see Hartmarx		Morris PLC)	76
Corporation)	69	Island Dyeing & Printing Co. Ltd. (30% interest)	
Hartmarx Corporation	69	(see Nanyang Cotton Mill, Ltd.)	101

Index of Divisions & Subsidiaries

	PAGE		PAGE
J. & D. McGeorge Ltd. (see Dawson International plc)	35	Kinston Die Cutting Corp. (see Hampton Industries, Inc.)	67
J. & J. Crombie Limited (see Illingworth, Morris PLC)	76	Kinston Shirt Company (see Hampton Industries, Inc.)	67
J. & P. Coats (Canada) Inc. (see Coats Viyella Plc)	26	Kleinert's, Inc.	84
J. & P. Coats (U.K.) Limited (see Coats Viyella Plc)	26	Knytex, Inc. (see Hexcel Corporation)	72
J. Compton, Sons & Webb Limited (see Coats Viyella Plc)	26	Kungsfors Fabriker AB (see Boras Wafveri AB)	16
Jack Winter Apparel, Inc. (see Winjak, Inc.)	149	The Lady Manhattan Company (see Manhattan Industries, Inc.)	91
Jaeger Holdings Limited (see Coats Viyella Plc)	26	Lady Oak Hill (see Oak Hill Sportswear Corporation)	105
James Sykes & Son (see Illingworth, Morris PLC)	76	Lai Sun Garment Company, Limited	85
JanSport (see VF Corporation)	145	Laidlaw & Fairgrieve Ltd. (see Dawson International plc)	35
Jantzen (see VF Corporation)	145	Lakeland Industries, Inc.	86
Jarman/Flagg (see Genesco Inc.)	62	Lamar Uniforms (see Superior Surgical Mfg. Co., Inc.)	137
Jay Jacobs, Inc.	90	Lancaster Carpets Limited (see Coats Viyella Plc)	26
Jaymar-Ruby, Inc. (see Hartmarx Corporation)	69	Laredo/Code West Boots (see Genesco Inc.)	62
J.E. Morgan Knitting Mills Inc. (see Dawson International plc)	35	Leaoyd Brothers & Co. (see Illingworth, Morris PLC)	76
Jean Muir Ltd. (see Coats Viyella Plc)	26	Lee Apparel Company, Inc. (see VF Corporation)	145
John A. Frye Company, Inc. (see Reebok International Ltd.)	117	The Leslie Fay Companies, Inc.	86
John Henry for Men (see Manhattan Industries, Inc.)	91	Linn-Corriher Corporation (see Dominion Textile, Inc.)	38
John Henry for Women (see Manhattan Industries, Inc.)	91	Lister & Co. p.l.c.	87
John Lewis plc	80	Littlefield, Adams & Company	88
Johnny Carson Apparel, Inc. (see Hartmarx Corporation)	69	Liz Claiborne, Inc.	88
Johnston & Murphy Shoe Company (see Genesco Inc.)	62	Lloyd Manufacturing (see TransTechnology Corporation)	140
Johnston Industries, Inc.	81	Lodgemore Mills, Stroud, Gloucestershire (see Illingworth, Morris PLC)	76
Joseph Dawson Ltd. (see Dawson International plc)	35	Londontown Corporation (see INTERCO Incorporated)	79
Joseph M. Herman Shoe Company, Inc. (see The Stride Rite Corporation)	135	Longfords Mill, Minchinhampton, Gloucestershire (see Illingworth, Morris PLC)	76
Josiah France (see Illingworth, Morris PLC)	76	Louisville Bedding Company	89
Jostens, Inc.	82	Low & Bonar PLC	90
Journeys (see Genesco Inc.)	62	Lundy (see TransTechnology Corporation)	140
J.P. Stevens & Co., Inc.	134	M. Lowenstein Corporation (see Springs Industries, Inc.)	132
Junitex Garments Limited (see CoxMoore plc)	29	M. Reinhold & Co. Ltd. (see Dawson International plc)	35
Kamunting Garments Sdn. Bhd. (see Nanyang Cotton Mill, Ltd.)	101	Macbean African Oilskins (Pty.) Ltd. (see Ensign Clothing Limited)	48
Kayser-Roth Corporation (see Liz Claiborne, Inc.)	89	Mackinnon of Scotland Ltd. (see Dawson International plc)	35
The Keds Corporation (see The Stride Rite Corporation)	135	Main Line Fashions, Inc. (see Bobbie Brooks, Inc.)	15
Kellwood Company	82	Manchester Children's Wear (see Dylex Limited)	43
Kemira Oy	83	Manchester Manufacturing Inc. (42% interest) (see Dylex Limited)	43
Kenyon Industries, Inc. (see Coated Sales, Inc.)	25	Manfield Knitwear Limited (see Coats Viyella Plc)	26
Kidde, Inc. (see Hanson Plc)	68		
Kinney Shoe Corporation (see F. W. Woolworth Co.)	150		
Kinross Cashmere Company Pty. Ltd. (see Dawson International plc)	35		

Index of Divisions & Subsidiaries

	PAGE		PAGE
Manhattan Industries, Inc.	91	New Zealand Wool Spinners Limited (see Feltex International Limited)	51
Manville Corporation	92	NIKE, Inc.	103
The Marcade Group, Inc.	93	Nordisk Fjerfabrik Aktieselskab	104
Marietta Manufacturing (see Oak Hill Sportswear Corporation)	105	Norsk Glassfiber A/S (Norway) (see Owens-Corning Fiberglas Corporation)	107
Marion Fabrics, Inc. (see Texfi Industries, Inc.)	139	Nu Mode Dress (75% interest) (see Dylex Limited)	43
Mark Trouser, Inc. (see Sanmark-Stardust Inc.)	124	Nutmeg Industries, Inc.	104
Marlene Industries Corporation (see The Marcade Group, Inc.)	93	The NutraSweet Company (see Monsanto Company)	97
Martin Sons & Company (see Illingworth, Morris PLC)	76	N.V. Owens-Corning S.A. (Belgium) (see Owens-Corning Fiberglas Corporation)	107
Martins Uniforms (see Superior Surgical Mfg. Co., Inc.)	137	Oak Hill Sportswear Corporation	105
Matcorp, Inc. (see Owens-Corning Fiberglas Corporation)	107	Oneita Industries (see Instruments Systems Corporation)	78
Mayfair Industries, Inc.	93	Opp and Micolas Mills, Inc. (see Johnston Industries, Inc.)	81
McRae Industries, Inc.	94	Orbit Instrument Corporation	106
Megastar Apparel Group (see INTERCO Incorporated)	79	Orchard Supply Hardware (see Wickes Companies, Inc.)	147
Meyer Dumore International Ltd. (see Figgie International Inc.)	54	Oriental Trading Corporation (see Suave Shoe Corporation)	136
Miller Construction Products (see TransTechnology Corporation)	140	Oshkosh B'Gosh, Inc.	106
Minnesota Mining and Manufacturing Company	95	Outland, Ltd. (see The Leslie Fay Companies, Inc.)	86
Mirafi Inc. (see Dominion Textile, Inc.)	38	Owens-Corning Fiberglas Corporation	107
Mitre Sports (see Genesco Inc.)	62	Oxford Industries, Inc.	108
Modern Globe, Inc. (see VF Corporation)	145	Pacstar Corporation (see Coated Sales, Inc.)	25
Mohammad Farooq Textile Mills Ltd.	96	Pallmark International (see The Cherokee Group)	25
Mohasco Corporation	96	Palm Beach Incorporated	109
Mohican Mills, Inc. (see Fab Industries, Inc.)	48	Pannill Knitting Company, Incorporated	110
Monsanto Company	97	Parsons Place Apparel Company Ltd. (see Kellwood Company)	83
Moonlite (Pak) Limited	98	Pasolds Limited (see Coats Viyella Plc)	26
Morgan Shirt Corporation (see Manhattan Industries, Inc.)	91	Patons & Baldwins Limited (see Coats Viyella Plc)	26
Movie Star, Inc.	99	Pattens & Baldwins Canada Inc. (see Coats Viyella Plc)	26
Munsingwear, Inc.	99	Paulman International Apparel Ltd. (75% owned) (see Dylex Limited)	43
Nantucket Industries, Inc.	100	Peninsular Yarn & Fabric Merchandising Ltd. (see Nanyang Cotton Mill, Ltd.)	101
Nanyang Cotton Mill, Ltd.	101	Petersburg Manufacturing Corp. (see Sanmark-Stardust Inc.)	124
National Knitting Mills Company (see Dylex Limited)	43	Phillips-Van Heusen Corporation	110
National Service Industries, Inc.	101	Pilot Research Corporation (see Alba-Waldensian, Inc.)	3
Native Textiles (see Hansca Plc)	67	Polyplaster, S.A. (31.7% interest) (see Owens-Corning Fiberglas Corporation)	107
NBO Stores, Inc. (50% interest) (see Dylex Limited)	43	Pope, Evans and Robbins Incorporated	111
Nebraska Furniture Mart (90% owned) (see Berkshire Hathaway Inc.)	14	Pous Apparel Inc. (see Private Brands, Inc.)	113
Needle Industries Group Limited (see Coats Viyella Plc)	26	PPG Industries, Inc.	112
Nelson/Weather-Rite, Inc. (see Fuqua Industries, Inc.)	58	Prepshirt, Inc. (see Hampton Industries, Inc.)	67
New Attitude (see Russ Togs, Inc.)	120	Priest (Lindley) Limited (see Coats Viyella Plc)	26
The New Harding Group Inc.	102	Princeton Hosiery Mills (see Munsingwear, Inc.)	100

Index of Divisions & Subsidiaries

	PAGE		PAGE
Pringle of Scotland Ltd. (see Dawson International plc)	35	Salem Carpet Mills, Inc.	122
Priority Finishing Corporation (81%-owned) (see The Cherokee Group)	25	Sampaguita Garment Corporation (40% interest) (see Nanyang Cotton Mill, Ltd.)	101
Private Brands, Inc.	113	Sams Manufacturing Corp. (see Hampton Industries, Inc.)	67
ProGroup, Inc.	113	Samsons, Inc. (see Hampton Industries, Inc.)	67
P.W. Hall (Africa) Pty. Ltd. (see Ensign Clothing Limited)	48	The Samsung Group	122
Quaker Fabric Corporation	114	Samuel Salter & Co. (see Illingworth, Morris PLC)	76
Quality Mills, Incorporated	115	San Remo Knitting Mills Inc. (75% owned) (see Dylex Limited)	43
Quantum Carpet Systems Limited (see Feltex International Limited)	51	Sanmark-Stardust Inc.	124
Queen Casuals, Inc. (see INTERCO Incorporated)	79	Sara Lee Corporation	125
Quiksilver, Inc.	115	Sasson (see The Leslie Fay Companies, Inc.)	86
Quimica Hoechst de Mexico S.A. (see Hoechst Aktiengesellschaft)	73	Savoy Industries, Inc.	126
R. & M. Kaufmann (see Russ Togs, Inc.)	120	Scandinavian Glasfiber AB (Sweden) (see Owens-Corning Fiberglas Corporation)	107
Radco Sportswear, Inc. (see Farah, Inc.)	50	Scandinavian Glasfiber Ltd. (England) (see Owens-Corning Fiberglas Corporation)	107
Rainbow Footwear Corporation (see Suave Shoe Corporation)	136	Schnur & Cohan (see Sanmark-Stardust Inc.)	124
Raven Industries, Inc.	116	The Scott & Fetzer Company (see Berkshire Hathaway Inc.)	14
Rawlings Sporting Goods (see Figgie International Inc.)	53	See's Candy Shops, Inc. (see Berkshire Hathaway Inc.)	14
Raymark Industries, Inc. (see Raytech Corporation)	117	Senack Shoes, Inc. (see INTERCO Incorporated)	79
Raytech Corporation	117	Seneca Foods Corporation	126
Red Kap (see VF Corporation)	145	SENEFA S.A. (see Dominion Textile, Inc.)	38
Reebok International Ltd.	117	Shane Knit Ltd. (50% owned) (see Dylex Limited)	43
Regina Fiberglass Ltd. (England) (see Owens-Corning Fiberglas Corporation)	107	Shane Uniforms (see Superior Surgical Mfg. Co., Inc.)	137
R.G. Barry Corporation	8	Shapely, Inc. (see The Leslie Fay Companies, Inc.)	86
R.G. Neill & Son (see Illingworth, Morris PLC)	76	Shaw Industries, Inc.	127
Richard Stump Limited (see CoxMoore plc)	29	Sheridane Designs Ltd., Inc.	128
The Richman Brothers Company (see F. W. Woolworth Co.)	150	Sherwood-Drolet Corp. Ltd. (see Figgie International Inc.)	54
Robert Bruce Industries Inc.	118	Ship'n Shore, Inc. (see Crystal Brands, Inc.)	32
Robert Noble (see Dawson International plc)	35	Shirtmate Apparel Group Ltd. (see Munsingwear, Inc.)	100
Robert Scott Ltd., Inc. (see Kellwood Company)	83	The Shoe Shoppe Limited (50% owned) (see Dylex Limited)	43
Roscorp, Inc. (see Owens-Corning Fiberglas Corporation)	107	SIDER (27.5% interest) (see CoxMoore plc)	29
The Royal Manufacturing Company (see Delta Woodside Industries, Inc.)	36	Signal Apparel Company, Inc.	128
Ruddick Corporation	119	Sirco International Corp.	129
Russ Togs, Inc.	119	Sirdar PLC	130
Russell Corporation	120	Sky City Stores, Inc. (see INTERCO Incorporated)	79
Ryland Mfg., Inc. (see Lakeland Industries, Inc.)	86	SLD/Barbour Campbell (see Hanson Plc)	68
S. Schneiders & Son Limited (see Illingworth, Morris PLC)	76	Slumberwool (see Feltex International Limited)	51
Safeguard Industrial Corporation (see Figgie International Inc.)	55	Smart Shirts Limited (see Kellwood Company)	83
Safety Engineering & Supply Co. (see Figgie International Inc.)	55	Smith & Nephew Associates Companies plc	130
Salant Corporation	121	Snow Hill Apparel Co., Inc. (see Hampton Industries, Inc.)	67
		Society Brand Ltd. (see Hartmarx Corporation)	69
		South Sea Textile Manufacturing Company, Limited	131

Index of Divisions & Subsidiaries

	PAGE		PAGE
Southern Phenix Textiles, Inc. (see Johnston Industries, Inc.)	81	Toby Industries Limited (see Grafton Group Limited)	65
Southern Textile Co. Ltd. (45% interest) (see Nanyang Cotton Mill, Ltd.)	101	Todd & Duncan Ltd. (see Dawson International plc)	35
Sperry Top-Sider Inc. (see The Stride Rite Corporation)	135	Town & Country/Petites (50% owned) (see Dylex Limited)	43
Springs Industries, Inc.	132	TransTechnology Corporation	140
St. Mary's, Inc. (see Fieldcrest Cannon Inc.)	53	Triland Mfg. Co., Inc. (see Lakeland Industries, Inc.)	86
Stage II Apparel Corp.	133	Trimtex Company (see Wm. E. Wright Co.)	149
Standard Knitting Mills, Inc. (see Stanwood Corporation)	133	Try 1 (see Oak Hill Sportswear Corporation)	105
Stanwood Corporation	133	Tultex Corporation	141
State-O-Maine, Inc.	134	UCO S.A.	142
Sterling Drug Inc. (see Eastman Kodak Company)	46	Unifi, Inc.	143
Stevco knit Fabrics Company (see Delta Woodside Industries, Inc.)	36	Uniland Mfg. Co., Inc. (see Lakeland Industries, Inc.)	86
Stott & Smith Group Limited (see Coats Viyella Plc)	26	Union Underwear, Inc. (see Fruit Of The Loom, Inc.)	57
Strachan & Co. (see Illingworth, Morris PLC)	76	United Merchants and Manufacturers, Inc.	143
The Stride Rite Corporation	135	United Shirt Distributors, Inc. (see INTERCO Incorporated)	79
Stuffed Shirt Inc. (see INTERCO Incorporated)	79	Unitex Limited	144
Suave Shoe Corporation	136	Universal Cottons (see Superior Surgical Mfg. Co., Inc.)	137
Superior Surgical Mfg. Co., Inc.	137	Universal Industries, Inc. (see Gemco National, Inc.)	61
Sutton Shirt Companies (see Russ Togs, Inc.)	120	Univex, S.A. (45.9% owned) (see Georgia Bonded Fibers, Inc.)	63
Suzy Shier Inc. (50.1% owned) (see Dylex Limited)	43	Univex, S.A. (45.9%-owned) (see Celanese Mexicana S.A.)	23
Swift Spinning Mills (see Fieldcrest Cannon Inc.)	52	U.S. Apparel Inc. (see Orbit Instrument Corporation)	106
Swift Textiles, Inc. (see Dominion Textile, Inc.)	38	U.S. Classic, Inc. (see Orbit Instrument Corporation)	106
Sykes & Hebblethwaite (see Illingworth, Morris PLC)	76	Value Slacks, Inc. (see Farah, Inc.)	50
Syms Corp.	137	Van Baalen Pacific Corp. (see State-O-Maine, Inc.)	134
T. Edwards (48.5% interest) (see Dylex Limited)	44	Vanity Fair Mills, Inc. (see VF Corporation)	145
T. Young & Son (Sailmakers) Limited (see Cosalt plc)	28	Vantona Limited (see Coats Viyella Plc)	26
Tapetex Products (see Seneca Foods Corporation)	127	The Vera Companies (see Manhattan Industries, Inc.)	91
Target Apparel (see Dylex Limited)	43	Verbatim Corporation (see Eastman Kodak Company)	46
TechKnits, Inc.	138	Veroc Technology A/S (Norway) (see Owens-Corning Fiberglas Corporation)	107
Texfi Blends (see Texfi Industries, Inc.)	139	VF Corporation	145
Texfi Industries, Inc.	139	Vita New Zealand Limited (see Feltex International Limited)	52
Texture-Tex (Europe) B.V. (see CrownAmerica, Inc.)	31	Vitro-Fibras, S.A. (40% interest) (see Owens-Corning Fiberglas Corporation)	107
Texture-Tex (Europe) Ltd. (see CrownAmerica, Inc.)	31	Volunteer Leather (see Genesco Inc.)	62
Thomas Burnley & Sons Limited (see Coats Viyella Plc)	26	VV Household Textiles Limited (see Coats Viyella Plc)	26
Thomaston Mills, Inc.	139	W&J Knox Fibres Limited (see Cosalt plc)	28
Thorngate Uniforms, Inc. (see Hartmarx Corporation)	69		
Thorbred Yarns (see Feltex International Limited)	51		
Thrifty Riding & Sport Shop Limited (see Dylex Limited)	43		
Tip Top Tailors (see Dylex Limited)	44		

Index of Divisions & Subsidiaries

	PAGE
W. E. Yates Limited (see Illingworth, Morris PLC)	76
W. Gladstone & Co. (see Dawson International plc)	35
W. Payne & Company, Ltd. (see Figgie International Inc.)	54
Walter H. Mayer and Co., Inc. (see Lakeland Industries, Inc.)	86
Wardle Fabrics Limited (see Coats Viyella Plc)	26
Warnaco Group, Inc.	146
West Point-Pepperell, Inc.	146
West Riding Worsted and Woollen Mills Limited (see Coats Viyella Plc)	26
The West Seal Inc. (86.8% owned by Suzy Shier Inc.) (see Dylex Limited)	44
Weston Apparel Manufacturing (see Dylex Limited)	44
Whitlock Combing Co., Inc. (50% owned) (see The First Republic Corporation of America)	57
Wickes Companies, Inc.	147
Willcorp, Inc. (see Owens-Corning Fiberglas Corporation)	107
William Barry Company, Inc. (see Palm Beach Incorporated)	109
The William Carter Company	148
William Hollins & Company Limited (see Coats Viyella Plc)	26
William Playne & Co. (see Illingworth, Morris PLC)	76
William Smith & Co. (see Illingworth, Morris PLC)	76
Willow Hosiery Company, Inc. (see Fuqua Industries, Inc.)	58
Wimbledon Shirt Company, Ltd. (see Figgie International Inc.)	54
Winconia Inc. (U.S.) (see CoxMoore plc)	29
Winjak, Inc.	149
Winston Carpet Corporation (see Salem Carpet Mills, Inc.)	122
Winterbotham, Strachan & Playne, Limited (see Illingworth, Morris PLC)	76
Wm. E. Wright Co.	149
Wm. Yates (Textiles) Limited (see CoxMoore plc)	29
Woodside Mills, Inc. (see Delta Woodside Industries, Inc.)	36
Woolcombers (Holdings) PLC (see Illingworth, Morris PLC)	76
Work Wear Corporation, Inc.	151
Worklon Uniforms (see Superior Surgical Mfg. Co., Inc.)	137
W.R. Grace & Co.	64
Wrangler (see VF Corporation)	145
Wrexham A.R. Glass Ltd. (England) (see Owens-Corning Fiberglas Corporation)	107
Wrights of Canada Ltd. (see Wm. E. Wright Co.)	149
Yorke Shirtmakers (see Hartmarx Corporation)	69